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99th Congress, 2d Session - - - - - House Document 99-161

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RESCISSIONS, DEFERRALS
AND REVISED DEFERRALS

MESSAGE

FROM

THE PRESIDENT OF THE UNITED STATES

TRANSMITTING

SEVENTY-SEVEN NEW RESCISSIONS, 27 NEW DEFERRALS, AND 15
REVISED DEFERRALS OF BUDGET AUTHORITY, PURSUANT TO 2
U.S.C. 683(a)(1), 684(e), AND 685(c)

ORIGINAL



FEBRUARY 5, 1986.—Message and accompanying papers referred to the
Committee on Appropriations and ordered to be printed

U.S. GOVERNMENT PRINTING OFFICE
WASHINGTON : 1986

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To the Congress of the United States:

In accordance with the Impoundment Control Act of 1974, I herewith report seventy-seven new rescission proposals totaling \$9,945,651,335, twenty-seven new deferrals of budget authority totaling \$15,191,970,509, and fifteen revised deferrals of budget authority totaling \$7,663,442,822.

The rescissions affect programs in the Departments of Agriculture, Commerce, Education, Health and Human Services, Housing and Urban Development, Interior, Justice, Labor, Transportation, and Treasury, Funds Appropriated to the President, National Aeronautics and Space Administration, Office of Personnel Management, Appalachian Regional Commission, Corporation for Public Broadcasting, National Endowment for the Humanities, State Justice Institute, and the United States Railway Association.

The deferrals affect programs in the Department of Commerce, Defense—Military and Civil, Energy, Health and Human Services, Housing and Urban Development, Justice, Labor, Transportation, and Treasury, Funds Appropriated to the President, the Commission on the Ukraine Famine, the Railroad Retirement Board, and the United States Information Agency.

The details of these rescission proposals and deferrals are contained in the attached report.

RONALD REAGAN.

THE WHITE HOUSE, *February 5, 1986.*

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CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

RESCISSION NUMBER	ITEM	BUDGET AUTHORITY		
		Original Rescission	Sequester	Current Rescission
	Funds Appropriated to the President			
	Multilateral Assistance			
R86-1	International organizations and programs.....	51,711	11,951	39,760
	Department of Agriculture			
	Agricultural Stabilization and Conservation Service			
R86-2	Rural clean water program.....	6,000	0	6,000
R86-3	Agricultural conservation program.....	140,839	0	140,839
R86-4	Water bank program.....	8,371	0	8,371
R86-5	Dairy indemnity program.....	95	0	95
	Rural Electrification Administration			
R86-6	Reimbursement to the Rural electrification and telephone revolving fund for interest subsidies and losses.....	100,000	0	100,000
R86-7	Purchase of Rural Telephone Bank capital stock.....	30,000	1,290	28,710
	Farmers Home Administration			
R86-10	Rural development loan fund....	13,674	0	13,674
	Soil Conservation Service			
R86-11	Watershed and flood prevention operations.....	60,401	0	60,401
R86-12	Great plains conservation program.....	6,606	0	6,606
	Food and Nutrition Service			
R86-13	Food donations program.....	5,183	0	5,183
	Department of Commerce			
	Economic Development Administration			
R86-14	Economic development assistance programs.....	109,200	7,891	101,309
	International Trade Administration			
R86-15	Operations and administration..	20,000	710	19,290
	National Oceanic and Atmospheric Administration			
R86-16	Operations, research, and facilities.....	66,604	3,281	63,323
	National Telecommunications and Information Administration			
R86-17	Public telecommunications facilities, planning and construction.....	22,800	980	21,820
	Department of Education			
	Office of Elementary and Secondary Education			
R86-18	Compensatory education for the			

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

RESCISSION NUMBER -----	ITEM ----	BUDGET AUTHORITY		
		Original Rescission -----	Sequester -----	Current Rescission -----
	disadvantaged.....	7,500		
R86-19	Special programs.....	40,200	323	7,177
	Office of Bilingual Education and Minority Languages Affairs		2,418	37,782
R86-20	Immigrant education.....	30,000	1,290	28,710
	Office of Special Education and Rehabilitative Services			
R86-21	Education for the handicapped..	104,688	60,324	44,364
R86-22	Rehabilitation services and handicapped research.....	128,585	51,146	75,439
R86-23	Payments to Institutions for the handicapped.....	3,111	2,665	446
	Office of Vocational and Adult Education			
R86-24	Vocational and adult education. Office of Postsecondary Education	245,962	35,625	210,337
R86-25	Student financial assistance...	456,347	0	456,347
R86-26	Higher education.....	193,160	12,278	180,882
	Special Institutions			
R86-27	Howard University.....	6,000	301	5,699
	Office of Educational Research and Improvement			
R86-28	Libraries.....	34,500	1,483	33,017
	Department of Health and Human Services			
	Health Resources and Services Administration			
R86-9	Health resources and services..	211,455	0	211,455
R86-29	Indian health.....	24,262	0	24,262
R96-30	Indian health facilities.....	38,642	0	38,642
	Centers for Disease Control			
R86-31	Disease control, research, and training.....	34,096	0	34,096
	National Institutes of Health			
R86-32	National Cancer Institute.....	6,800	0	6,800
R86-33	National Heart, Lung and Blood Institute.....	11,469	0	11,469
R86-34	National Institute of Diabetes and Digestive and Kidney Diseases.....	7,980	0	7,980
R86-35	National Institute of Neurological and Communicative Disorders and Strokes.....	9,554	0	9,554
R86-36	National Institute of Allergy and Infectious Disease.....	1,513	0	1,513
R86-37	National Institute of General Medical Sciences.....	7,358	0	7,358
R86-38	National Institute of Child Health and Human Development..	1,150	0	1,150

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

RESCISSION NUMBER	ITEM	BUDGET AUTHORITY		
		Original Rescission	Sequester	Current Rescission
R86-39	National Eye Institute.....	5,224	0	5,224
R86-40	National Institute on Aging....	2,679	0	2,679
R86-41	Office of the Director.....	23,055	0	23,055
	Alcohol, Drug Abuse, and Mental Health Administration			
R86-42	Alcohol, drug abuse, and mental health.....	39,718	0	39,718
	Health Care Financing Administration			
R86-43	Program management.....	912	0	912
	Social Security Administration			
R86-44	Refugee and entrant assistance.	87,551	0	87,551
	Human Development Services			
R86-45	Human development services.....	29,980	0	29,980
R86-46	Family social services.....	6,157	0	6,157
R86-47	Work incentives.....	55,000	9,116	45,884
R86-48	Community services block grant.	182,139	0	182,139
R86-49	Community development credit union revolving fund.....	2,529	0	2,529
	Departmental Management			
R86-50	General Departmental management	19,619	0	19,619
R86-51	Policy research.....	220	0	220
	Department of Housing and Urban Development			
	Housing Programs			
R86-52	Subsidized housing programs....	4,416,131	0	4,416,131
R86-53	Congregate services program....	2,555	0	2,555
R86-54	Housing counseling assistance..	3,313	0	3,313
	Community Planning and Development			
R86-55	Urban development action grants	220,062	0	220,062
	Department of the Interior			
	Bureau of Land Management			
R86-56	Land acquisition.....	3,000	0	3,000
	United States Fish and Wildlife Service			
R86-57	Land acquisition.....	4,951	0	4,951
	National Park Service			
R86-58	Construction.....	13,613	0	13,613
R86-59	Land acquisition.....	83,917	0	83,917
R86-60	Historic preservation fund.....	18,523	0	18,523
	Department of Justice			
	Federal Prison System			
R86-61	National Institute of Corrections.....	3,315	0	3,315
	Office of Justice Programs			
R86-62	Justice assistance.....	140,393	5,727	134,666

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

RESCISSION NUMBER -----	ITEM -----	BUDGET AUTHORITY		
		Original Rescission -----	Sequester -----	Current Rescission -----
	Department of Labor			
	Employment and Training Administration			
R86-63	Training and employment services	534,786	118,749	416,037
	Department of Transportation			
	Federal Railroad Administration			
R86-64	Rail service assistance.....	15,000	645	14,355
R86-65	Northeast corridor improvement program.....	12,500	538	11,962
R86-66	Railroad rehabilitation and improvement financing funds...	33,500	1,441	32,059
	Urban Mass Transportation Administration			
R86-67	Discretionary grants.....	521,275	0	521,275
	Department of the Treasury			
	Office of Revenue Sharing			
R86-68	Payments to State and local government fiscal assistance trust fund.....	759,975	0	759,975
	Federal Law Enforcement Training Center			
R86-69	Salaries and expenses.....	4,976	0	4,976
	United States Customs Service			
R86-70	Salaries and expenses.....	4,169	0	4,169
R86-71	Operation and maintenance, air interdiction program.....	19,275	0	19,275
	National Atmospheric and Space Administration			
R86-72	Research and development.....	26,796	0	26,796
	Office of Personnel Management			
R86-73	Government payment for annuitants, employees health benefits.....	600,000	0	600,000
R86-73	Employees health benefits fund.	0	0	0
	Other Independent Agencies			
	Appalachian Regional Commission			
	Appalachian regional development programs.....	81,000	0	81,000
R86-74	Corporation for Public Broadcasting			
R86-75	Public broadcasting fund.....	44,000	0	44,000
	National Endowment for the			

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

RESCISSION NUMBER -----	ITEM -----	BUDGET AUTHORITY		
		Original Rescission -----	Sequester -----	Current Rescission -----
R86-76	Humanities Grants and administration.....	1,903	0	1,903
R86-78	State Justice Institute..... Salaries and expenses.....	7,656	0	7,656
R86-79	United States Railway Association Administrative expenses.....	640	0	640
Total, rescissions.....		10,275,823	330,172	9,945,651

Note -- Excludes \$351 million reduction in the Rural housing insurance fund and \$361 million reduction in FFB loan asset purchases, Rural housing insurance fund, Farmers Home Administration, Department of Agriculture.

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

DEFERRAL NUMBER	ITEM	BUDGET AUTHORITY
	Funds Appropriated to the President	
	International Security Assistance	
D86-32	Foreign military sales credit..	4,590,000
D86-24A	Economic support fund.....	3,158,276
D86-33	Military assistance program...	661,350
D86-34	International military education and training.....	27,245
	Multilateral Development Banks	
D86-35	Contribution to the special facility for sub-saharan Africa	75,000
	Department of Commerce	
	Economic Development Administration	
D86-36	Economic development assistance programs.....	40,000
	National Oceanic and Atmospheric Administration	
D86-25A	Fisheries loan fund.....	2,297
	Department of Defense - Military	
D86-4A	Military construction.....	1,841,658
D86-27A	Family housing.....	221,842
	Department of Defense - Civil	
	Wildlife Conservation, Military Reservations	
D86-5A	Wildlife conservation.....	1,256
	Department of Energy	
	Energy Programs	
D86-38	Energy supply, research and development activities.....	65,763
D86-5B	Uranium supply and enrichment activities.....	584,158
D86-6A	Fossil energy research and development.....	64,812
D86-8A	Naval petroleum and oil shale reserves.....	166,466
D86-37	Strategic petroleum reserve....	197,941
D86-10A	SPR petroleum account.....	577,534
D86-11A	Alternative fuels production...	1,899
	Power Marketing Administration	
D86-13A	Southwestern Power Administration, Operation and maintenance.....	13,243
	Department of Health and Human Services	
	Health Care Financing Administration	
D86-57	Program management.....	8,489
	Social Security Administration	

CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

DEFERRAL NUMBER	ITEM	BUDGET AUTHORITY
D86-28A	Limitation on administrative expenses (construction).....	6,647
D86-39	Limitation on administrative expenses (excludes disability determination services).....	30,000
D86-40	Limitation on administrative expenses (information technology systems).....	114,641
	Department of Housing and Urban Development	
	Housing Programs	
D86-41	Annual contributions for assisted housing - budget authority....	7,032,443
D86-42	Annual contributions for assisted housing - contract authority..	641
D86-43	Rental housing development grants.....	77,406
D86-44	Congregate services program....	2,670
D86-45	Housing for the elderly or handicapped fund.....	599,801
D86-46	Nonprofit sponsor assistance...	1,000
D86-47	Community Planning and Development Rental rehabilitation grants program.....	77,000
D86-48	Community development grants...	500,000
D86-49	Urban development action grants	251,000
D86-50	Rehabilitation loan fund.....	135,535
	Department of Labor	
	Employment and Training Administration	
D86-51	State unemployment insurance and employment service operation.....	37,000
	Department of Justice	
	Federal Prison System	
D86-17A	Buildings and facilities.....	30,730
D86-18A	Office of Justice Programs Crime victims fund.....	103,396
	Department of Transportation	
	Federal Railroad Administration	
D86-52	Conrail labor protection.....	4,565
D86-29A	Federal Aviation Administration Facilities and equipment (Airport and airway trust fund)	1,368,162
	Maritime Administration	
D86-53	Operations and training.....	9,350

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CONTENTS OF SPECIAL MESSAGE
(in thousands of dollars)

DEFERRAL NUMBER -----	ITEM -----	BUDGET AUTHORITY -----
	Department of the Treasury	
	Office of Revenue Sharing	
D66-30A	Local government fiscal assistance trust fund.....	105,226
	Other Independent Agencies	
	Commission on the Ukraine Famine	
D66-54	Salaries and expenses.....	233
	Railroad Retirement Board	
D66-55	Dual benefits payments account.	2,201
	United States Information Agency	
D66-56	Acquisition and construction of radio facilities.....	66,545
	Total, deferrals.....	<u>22,855,413</u>

SUMMARY OF SPECIAL MESSAGES
FOR FY 1986
(in thousands of dollars)

	RESCISSIONS	DEFERRALS
Third special message:		
New items.....	10,275,823	15,191,971
Revisions to previous special messages.....	0	4,544,529
Sequestered amounts.....	330,172	0
Effects of third special message.....	<u>9,945,651</u>	<u>19,736,499</u>
Amounts from previous special messages that are changed by this message (changes noted above).....	0	3,110,914
Subtotal, rescissions and deferrals.....	<u>9,945,651</u>	<u>22,855,413</u>
Amounts from previous special messages that are not changed by this message.....	0	533,178
Total amount proposed to date in all special messages.....	<u>9,945,651</u>	<u>23,388,592</u>

Note - Of the amount initially withheld for rescission, \$211,423 thousand has been sequestered pursuant to Public Law 99-177. The amount proposed for rescission after sequestration is \$10,415,896 thousand. The details by account are noted in the Table of Contents above and on the individual reports that follow. Not all rescission reports are affected by sequestration because some amounts were not determined until after the sequestration had been made.

FUNDS APPROPRIATED TO THE PRESIDENT
Multilateral Economic Assistance
International organizations and programs

Of the amounts made available under this head in Public Law 89-190,
\$39,760,475 are rescinded.

Rescission Proposal No: RS4-1

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:			
Funds Appropriated to the President		New budget authority.....\$247,922,473 1/	
Bureau:		(P.L. 99-190)	
Multilateral Assistance		Other budgetary resources	
Appropriation title and symbol:		Total budgetary resources	247,922,475
International organizations and programs		Amount proposed for rescission	\$ 51,711,475
1161005			
OMB Identification code:		Legal authority (in addition to sec. 1012):	
11-1005-0-1-151		☐ Antideficiency Act	
Grant program:	☐ Yes ☒ No	☐ Other	
Type of account or fund:		Type of budget authority:	
☒ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☐ No-Year		☐ Other	

Justification: This account funds voluntary contributions by the United States to selected multilateral developmental, humanitarian, and scientific programs, most of which are associated with the United Nations. A rescission of \$51,711,475 is proposed because, useful as some of these programs may be, a higher priority must be afforded other foreign assistance activities accomplishing the same objectives. The proposed rescission would reduce the 1986 program to the original 1986 request level.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
326,660	299,831	26,829	12,931	---	---	---	---

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1/ Does not include \$30,000,000 for the International Fund for Agricultural Development, the availability of which is contingent upon receipt of a budget request by the Congress and the United States entering into an agreement to participate in the second replenishment of the organization.

Note - \$11,951,000 of the amount originally withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$39,760,475.

DEPARTMENT OF AGRICULTURE
Agricultural Stabilization and Conservation Service
Rural clean water program

Of available funds under this head, \$6,000,000 are rescinded.

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Rescission Proposal No. R86-2

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Agriculture	New budget authority..... \$ _____ (P.L. _____)
Bureau: Agriculture Stabilization and Conservation Service	Other budgetary resources \$ <u>14,635,093</u>
Appropriation title and symbol: Rural clean water program 12X3337	Total budgetary resources \$ <u>16,635,093</u>
	Amount proposed for rescission \$ <u>6,000,000</u>
OMB identification code: 12-3337-0-1-304	Legal authority (in addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year _____ (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: Under the experimental Rural Clean Water Program (RCWP), a total of \$70 million was appropriated in 1980 and 1981 to develop and test means of controlling agricultural nonpoint source water pollution in rural areas. Twenty-one projects were approved, for which full funding over the 3 to 10-year life of the project areas was estimated to be \$70 million. Due to a decline in the inflation rate from 15 percent to 5 percent, and to a lower level of farmer participation as a result of the depressed farm economy, revised cost estimates, assuming a relatively stable inflation rate, indicate that approximately \$64 million is sufficient to complete the 21 RCWP projects. Cost-share funds sufficient to meet projected demand will be available to complete the 19 projects not yet completed under this program. The balance of \$6 million is proposed for rescission.

Estimated Program Effect: None**Outlay Effect:** None

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DEPARTMENT OF AGRICULTURE
Agricultural Stabilization and Conservation Service
Agricultural conservation program

Of the funds included under this head in the conference version of H.R. 3037,
making appropriations for Agriculture, Rural Development, and Related
Agencies, 1986, and made available by section 101(a) of Public Law 99-190,
\$140,839,000 are rescinded.

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Rescission Proposal No: R86-3

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority..... \$190,000,000 (P.L. 99-190)
Department of Agriculture	Other budgetary resources 27,476,369
Bureau: Agricultural Stabilization and Conservation Service	Total budgetary resources \$217,476,369
Appropriation title and symbol:	Amount proposed for rescission \$140,839,000
Agricultural conservation program 12X3315	
OMB Identification code:	Legal authority (in addition to sec. 1012):
12-3314-0-1-302	☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: The primary objectives of the program are: (1) to help assure a continued supply of food and fiber necessary for a strong and healthy economy and people, (2) to facilitate sound resource management systems through soil and water conservation, (3) to control erosion and sedimentation from agricultural land, (4) to control pollution from animal wastes, (5) to encourage voluntary compliance by agricultural producers with State and Federal requirements to solve point and nonpoint sources of pollution, (6) to improve water quality, (7) to help achieve national priorities in the National Environmental Policy Act, (8) to help achieve national priorities in the Federal Water Pollution Control Act, and (9) to encourage the energy conservation measures specified in the Energy Security Act of 1980. The rescission is proposed to achieve the goals of the Balanced Budget and Emergency Deficit Control Act of 1985. In addition, Presidential policy calls for privatization when possible. Responsibility for the maintenance of the productivity and profitability for the individual farm is primarily the responsibility of its owner, who has an economic stake in preserving its productivity. Finally, financial assistance under the Food Security Act of 1985 should be concentrated on the longer term conservation of cropland that meets strict criteria for entry in a Conservation Reserve Program.

Estimated Program Effect: No new activity beyond what is currently under contract will be initiated under this program in fiscal year 1986. Practices for which funds were previously obligated will be completed. Existing long-term agreements will be honored.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
203,377	160,000	43,377	80,452	3,780	3,780	3,780	5,670

DEPARTMENT OF AGRICULTURE

Agricultural Stabilization and Conservation Service

Water bank program

Of the funds included under this head in the conference version of H.R. 3037, making appropriations for Agriculture, Rural Development, and Related Agencies, 1986, and made available by section 101(a) of Public Law 99-190, \$8,371,000 are rescinded.

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Rescission Proposal No: RS6-4

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Agriculture		New budget authority..... <u>\$8,800,000</u> (P.L. 93-190)
Bureau: Agricultural Stabilization and Conservation Service		Other budgetary resources <u>529,315</u>
Appropriation title and symbol: Water bank program 12X3370		Total budgetary resources <u>9,329,315</u>
		Amount proposed for rescission <u>\$8,371,000</u>
OMB Identification code: 12-3320-0-1-302		Legal authority (in addition to sec. 1012):
Grant program: ☐ Yes ☒ No		☐ Antideficiency Act
		☐ Other
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year		Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification: The objectives of the Water Bank Program are to conserve water; preserve, maintain, and improve the Nation's wetlands; increase waterfowl habitat in migratory waterfowl nesting, breeding, and feeding areas in the United States; and secure recreational and environmental benefits for the Nation. The program was authorized by the Water Bank Act, approved December 19, 1970, as amended by Public Law 96-182, approved January 2, 1980. A rescission is proposed to achieve the goals of the Balanced Budget and Emergency Deficit Control Act of 1985. In addition, the major program thrust for waterfowl habitat protection is in the Department of Interior which has a dedicated source of funding for water fowl habitat preservation authorized by the Migratory Bird Conservation Act. Finally, the "swampbuster provision" of the Food Security Act of 1985 would deny farm benefits to producers who convert wetlands to crop use in the future, except where the impact of the action is found to be minimal.

Estimated Program Effect: No new contracts will be signed in FY 1986. Expiring agreements will not be renewed and payment rates on 5-year old contracts will not be increased. However, existing agreements through 1995 will be honored.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without	With						
Rescission	Rescission	1986	1987	1988	1989	1990	1991
9,944	8,900	1,044	862	862	862	862	3,874

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DEPARTMENT OF AGRICULTURE

Agricultural Stabilization and Conservation Service

Dairy indemnity program

Of the funds included under this head in the conference version of H.R. 3037, making appropriations for Agriculture, Rural Development, and Related Agencies, 1986, and made available by section 101(a) of Public Law 99-190, \$95,000 are rescinded.

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Rescission Proposal No: RS4-5

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:		New budget authority..... \$100,000 (P.L. 99-190)	
Department of Agriculture		Other budgetary resources -5,000	
Bureau:		Total budgetary resources 95,000	
Agri. Stabilization and Conserv. Svc.			
Appropriation title and symbol:		Amount proposed for	
Dairy indemnity program 1/		rescission \$ 95,000	
12X3314			
CMS Identification code:		Legal authority (in addition to sec. 1012):	
12-3314-0-1-351		☐ Antideficiency Act	
Grant program:		☐ Other	
☒ Yes ☐ No			
Type of account or fund:		Type of budget authority:	
☐ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☒ No-Year		☐ Other	

Justification: This program makes indemnification payments to dairy farmers and manufacturers of dairy products when milk is found to contain residues of chemicals or nuclear radiation and is removed from commercial markets. This is a low priority program for which no fiscal 1985 claims for losses have been filed to date. The \$95,000 provided by the 1986 appropriation addresses a problem which is of limited scope. Rescission of the funds is proposed because of the need to reduce Federal spending pursuant to the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without	With						
Rescission	Rescission	1984	1987	1988	1989	1990	1991
112	17	95	---	---	---	---	---

1/ This account was the subject of similar rescission in 1985 (RS5-23).

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Department of Agriculture
Rural Electrification Administration
Rural Electrification and Telephone Revolving
Fund Loan Authorization

All funds included under this head in the conference version of H.R. 3037,
making appropriations for Agriculture, Rural Development, and Related
Agencies, 1986, and made available by section 101(a) of Public Law 99-190
are rescinded.

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Rescission Proposal No: R86-X

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-144

Agency:	
Department of Agriculture	New budget authority..... <u>\$100,000,000</u>
Bureau:	(P.L. 99-140)
Rural Electrification Administration	Other budgetary resources _____
Appropriation title and symbol:	Total budgetary resources <u>100,000,000</u>
Reimbursement to the Rural Electrification and Telephone Revolving Fund 1/	Amount proposed for rescission <u>\$100,000,000</u>
1263101	
OMB Identification code:	Legal authority (in addition to sec. 1017):
12-3101-0-1-271	☐ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year _____ (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Justifications: This appropriation is to reimburse the Rural Electrification and Telephone Revolving Fund for interest subsidies and losses sustained in prior years. This rescission is proposed because the Fund has not incurred a loss that would necessitate use of the appropriations. In fact, the Fund has never incurred a loss since its inception in 1973. In 1984, interest receipts collected into the fund exceeded interest expenses paid by the fund by almost \$84 million as shown in the following table:

1984 Interest Receipts.....	\$479,163,607
Less 1984 Interest Expenses.....	395,563,755
Net Income.....	83,601,252

1984 Interest paid by Treasury without reimbursement from the Fund on advances totaling \$7.9 billion.....	307,163,252
--	-------------

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Only when this net income is reduced by imputed interest costs incurred and paid by Treasury without reimbursement from the revolving fund does the fund realize a loss. It should be emphasized that the imputed interest costs are not paid for by the revolving fund, as provided by P.L. 93-32, which forgave REA this interest. Therefore, for the operations of the fund in fiscal year 1984 there is no need for a reimbursement to the fund since actual interest income to the fund exceeded the actual interest expenses incurred.

Estimated Program Effect: None

Outlay Effect: Elimination of the interest subsidy would reduce outlays substantially (see Administration's legislative proposal for REA direct loan interest rates). The following table represents the effect of the rescission on this account only since the Rural Electrification and Telephone revolving fund could still borrow (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
100,000	---	100,000	---	---	---	---	---

1/ A similar rescission was proposed in 1985 (R85-28).

Department of Agriculture
Rural Electrification Administration
Rural Telephone Bank

All funds included under this head in the conference version of H.R. 3037,
making appropriations for Agriculture, Rural Development, and Related
Agencies, 1966, and made available by section 101(a) of Public Law 89-190,
are rescinded.

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Rescission Proposal No: R86-7

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority..... \$10,000,000 (P.L. 99-190)
Department of Agriculture	Other budgetary resources _____
Bureau:	Total budgetary resources <u>30,000,000</u>
Rural Electrification Administration	Amount proposed for
Appropriation title and symbol:	rescission <u>\$30,000,000</u>
Purchase of Rural Telephone Bank Capital Stock 1/ 12X3102	
OMB Identification code:	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
12-3102-0-1-452	☐ Other _____
Grant program: ☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: This account funds the purchase of class A stock of the Rural Telephone Bank, providing capital to the Bank with a 7 percent rate of return. The difference between 2 percent and Treasury's rates is borne by U.S. taxpayers. The Federal Government has already provided through 1985 \$420 million in capital to the Bank. The statute requires that the funds begin to be repaid starting in 1996. The Bank has the authority to raise funds in private credit markets on the capital base provided by the Federal Government, and it is authorized to borrow virtually without limitation from the U.S. Treasury at the same interest rate the Treasury pays. Even without the capital proposed for rescission, the Bank would continue to be heavily subsidized with taxpayer dollars, and rural telephone borrowers would continue to enjoy low-cost money. The Bank's current lending rate is 9.5 percent. This proposal would not affect the Bank's lending levels or outlays.

Estimated Program Effect: None

Outlay Effect: There would be a Government-wide savings of about \$64 million in interest subsidy over the life of the single \$30 million capital loan. The following table represents the impact only on this account (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
28,710	---	28,710	---	---	---	---	---

1/ A similar rescission was proposed in 1985 (R85-29).

Note - \$1,290,000 of the amount originally withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$28,710,000.

DEPARTMENT OF AGRICULTURE
Farmers Home Administration
Rural development loan fund

Of available funds under this head, \$13,674,000 are rescinded.

Rescission Proposal No: 284-10

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	
Department of Agriculture	New budget authority..... \$
Bureau:	(P.L.)
Farmers Home Administration	Other budgetary resources <u>13,674,000</u>
Appropriation title and symbol:	Total budgetary resources <u>13,674,000</u>
Rural development loan fund	Amount proposed for
12X4233	rescission <u>\$13,674,000</u>
OMB Identification code:	Legal authority (in addition to sec. 1012):
12-4233-0-3-452	☐ Antideficiency Act
Grant program:	☐ Other
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: Funding for the Rural development loan fund is authorized under Section 623 and 633 of the Community Development Act of 1981 (42 U. S. C. 9801 et seq.). The Rural development loan fund assists low income rural residents through the provision of loans and guarantees to eligible borrower organizations at a reasonable cost to improve, develop, or finance business and industrial development; to create employment opportunities; to develop local ownership; to attract additional private capital into rural communities; and to improve and expand the ability of rural institutions to better serve the economic needs of low income residents. The proposed rescission is part of the Administration's effort to reduce the size and scope of Federal programs and their adverse impact on the management of future fiscal policy. The Administration believes that the most efficient way to manage both local community investment and local business investment is to rely upon the American private credit market--not federal loans, guarantees and grants.

Estimated Program Effect: The proposed rescission would eliminate unobligated balances of \$13,674,000.

886-10

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
13,274	-400	13,674	-----	-----	-----	-----	-----

DEPARTMENT OF AGRICULTURE

Soil Conservation Service

Watershed and flood prevention operations

Of the funds included under this head in the conference version of H.R. 3037, making appropriations for Agriculture, Rural Development, and Related Agencies, 1986, and made available by section 101(a) of Public Law 99-190, \$60,401,000 are rescinded.

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Rescission Proposal No: R85-11

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority..... \$ <u>230,795,000</u> (P.L. 93-190)
Department of Agriculture	Other budgetary resources <u>24,788,064</u>
Bureau:	Total budgetary resources <u>245,583,064</u>
Soil Conservation Service	
Appropriation title and symbol:	Amount proposed for rescission \$ <u>\$0,401,000</u>
Watershed and flood prevention operations/	
12X1072	
OMB Identification code:	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
12-1072-0-1-301	☐ Other _____
Grant program: ☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date) _____	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: This program provides for cooperation between the Federal Government and States and their political subdivisions in installing works of improvement; to reduce damage from floodwater, sediment and erosion; for the conservation, development, utilization, and disposal of water; and for the conservation and proper utilization of land. This rescission is proposed to prepare for proposed termination of the Watershed and Flood Prevention Operations Program in 1987. No new contracts will be initiated after January 31, 1986. This action is taken to assist in achieving the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The watershed structures for which funding is being terminated are small and relatively inexpensive with local benefits that are well within the capabilities of local communities to finance.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
236,456	218,336	18,120	27,180	15,101	---	---	---

1/ This account was the subject of a rescission proposal in 1985 (R85-34).

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DEPARTMENT OF AGRICULTURE
Soil Conservation Service
Great Plains conservation program

Of the funds included under this head in the conference version of H.R. 3037,
making appropriations for Agriculture, Rural Development, and Related
Agencies, 1986, and made available by section 101(a) of Public Law 99-190,
\$6,606,000 are rescinded.

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Rescission Proposal No: 284-12

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$21,500,984
Department of Agriculture	(P.L. 99-190)
Bureau:	Other budgetary resources <u>-920,000</u>
Soil Conservation Service	
Appropriation title and symbol:	Total budgetary resources \$20,580,000
Great Plains Conservation Program	Amount proposed for rescission \$ <u>6,406,000</u>
12X2268	
OMB Identification code:	Legal authority (in addition to sec. 1012):
12-2268-0-1-302	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This program provides cost-share and technical services to participating landowners or operators in the Great Plains area in the development and installation of long-term conservation plans and practices for their land under contracts entered into in prior years. It is a voluntary program in 519 designated counties of 10 Great Plains States. Contracts with individual landowners range in time from 3 to 10 years. This rescission action is proposed to reflect the termination of the Great Plains Conservation Program during FY 1986. No new contracts will be signed after February 1, 1986. Remaining program funds would be used to pay severance pay and other costs associated with terminating those employees assigned to this program.

Estimated Program Effect: This low priority program would be terminated.

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
21,101	21,101	---	1,580	1,623	1,366	905	754

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DEPARTMENT OF AGRICULTURE
Food and Nutrition Service
Food donations program

Of the funds included under this head in the conference version of H.R. 3037,
making appropriations for Agriculture, Rural Development, and Related
Agencies, 1986, and made available by section 101(a) of Public Law 99-190,
\$5,193,000 are rescinded.

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Rescission Proposal No: 286-13

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	
Department of Agriculture	New budget authority..... \$194,573,000
Bureau:	(P.L. 99-190)
Food and Nutrition Service	Other budgetary resources -1,168,000
Appropriation title and symbol:	Total budgetary resources \$193,405,000
Cash and commodities for selected groups 1/	Amount proposed for rescission
1263503	\$ 5,183,000
OMB Identification code:	Legal authority (in addition to sec. 1012):
12-3503-0-1-605	☐ Antideficiency Act
Grant program:	☐ Other
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This account provides commodities for needy Indian families in lieu of food stamps and subsidies for meals served to the elderly, regardless of their incomes. A rescission is proposed for the Elderly Feeding program within this account. The Department of Agriculture reimburses meal providers for each meal they serve within the constraint established by the program's authorized level. For 1986, an amount exceeding the authorization was appropriated. The proposed rescission would return program resources to the authorized level.

Estimated Program Effect: Depending on final counts of meals served by meal providers, the reimbursement rate would be approximately 52 cents rather than from 61 cents to 63 cents per meal.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without	With						
Rescission	Rescission	1986	1987	1988	1989	1990	1991
149,631	144,934	4,697	486	---	---	---	---

1/ This account was formerly titled "Food donations program".

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DEPARTMENT OF COMMERCE
Economic Development Administration
Economic development assistance programs

Of the funds made available under this head in Public Law 99-180,
\$101,109,000 are rescinded.

Rescission Proposal No: RS6-14

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:			
Department of Commerce		New budget authority..... \$183,500,000	
Bureau:		(P.L. 98-180, 99-190)	
Economic Development Administration		Other budgetary resources \$35,000	
Appropriation title and symbol:		Total budgetary resources 184,035,000	
Economic development assistance programs 1/		Amount proposed for rescission \$109,200,000	
1362050	13X2050		
OMB Identification code:		Legal authority (in addition to sec. 1012):	
13-2050-0-1-452		☐ Antideficiency Act	
Grant program:		☐ Other	
☒ Yes ☐ No			
Type of account or fund:		Type of budget authority:	
☒ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☐ No-Year		☐ Other	

Justifications: This account provides public works projects, planning and technical assistance grants, and research and evaluation to state and local governments for economic development activities. In order to reduce the Federal deficit and to reflect Administration policies to rely on the private sector to create jobs and to transfer responsibility for community and economic development assistance to state and local governments, a rescission is proposed for the unobligated balances of the Economic Development Administration's grant programs.

Estimated Program Effect: This reduction along with other proposals will reduce unnecessary spending. The effect of the reduction will be to transfer responsibility for economic development to private, state, and local sources.

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R86-14

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
240,495	230,367	10,131	20,262	25,327	25,327	15,196	5,066

1/ This account is also the subject of a deferral (D86-36) and was the subject of similar rescission proposals in 1985 (R85-55 and R85-56).

Note - \$7,891,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$101,309,000

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DEPARTMENT OF COMMERCE
International Trade Administration
Operations and administration

Of the funds made available under this head in Public Law 99-180, \$10,180,000 are rescinded; an additional \$9,110,000 is rescinded from other available balances.

Rescission Proposal No: R86-15

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	
Department of Commerce	New budget authority..... \$192,000,000
Bureau:	(P.L. 98-180)
International Trade Administration	Other budgetary resources 22,254,225
Appropriation title and symbol:	Total budgetary resources 214,254,225
Operations and administration 1/	Amount proposed for
13X1250	rescission 220,000,000
OMB Identification code:	
13-1250-0-1-376	Legal authority (in addition to sec.
Grant program:	1012):
☒ Yes ☐ No	☐ Antideficiency Act
	☐ Other
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This account funds programs intended to promote an improved trade posture for U.S. industry in a manner consistent with national security and foreign and economic policy. The Trade Adjustment Assistance (TAA) program, funded in this account, provides technical assistance, grants, direct loans, and loan guarantees to businesses adversely affected by increased imports. The fact that a firm has been harmed by import competition should not in and of itself constitute justification for special Government assistance. U.S. trade laws provide remedies against unfair import competition. In addition, high TAA default rates suggest that a large proportion of these loans and loan guarantees have not resulted in the intended adjustment. A rescission of \$20,000,000 (including \$9,110,000 in unobligated balances from prior year appropriations) is part of an overall proposal to reduce this program. Supplemental language reducing the direct and guaranteed loan programs is included in the 1987 President's budget.

Estimated Program Effect: The Trade Adjustment Assistance program would be terminated.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
Operations and administration							
171,306	160,016	11,290	---	---	---	---	---
Miscellaneous appropriations							
---	---	---	6,490	1,510	---	---	---

1/ This account was the subject of a similar rescission in 1985 (R85-60A).

Note - \$710,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$19,290,000.

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DEPARTMENT OF COMMERCE
National Oceanic and Atmospheric Administration
Operations, Research, and Facilities
(including transfers of funds)

Of the funds made available under this head in Public Law 99-180, \$63,323,000
are rescinded.

Rescission Proposal No: 286-16

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	
Department of Commerce	New budget authority..... \$1,172,399,000
Bureau:	(P.L. 93-180, 93-190)
Nat'l Oceanic and Atmospheric Admin.	Other budgetary resources 211,238,046
Appropriation title and symbol:	Total budgetary resources 1,383,637,046
Operations, research, and facilities 1/	Amount proposed for rescission \$ 65,604,000
13X1450	
OMB Identification code:	Legal authority (in addition to sec. 1012):
13-1450-0-1-306	☐ Antideficiency Act
Grant program:	☐ Other
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This account funds a variety of programs related to the oceanic and coastal areas, marine fisheries, the atmosphere, satellites, and environmental data. Consistent with the President's policy to eliminate unnecessary and low priority Federal programs to achieve deficit reduction targets established by the Balanced Budget and Emergency Deficit Control Act of 1985, the following are proposed for rescission:

Coastal Zone State Assistance Grants (\$36,000,000)

This program was created to help states build capacity to manage coastal resources. The program has completed its mission and additional Federal funding is no longer necessary. Over \$500 million have been provided since 1974 and approved plans now cover 90 percent of the U.S. coastline.

Sea Grant (\$30,604,000)

The Sea Grant program was created to develop a network of colleges and universities with marine education programs. The program has completed its goal and 21 institutions have established marine science programs. The Sea Grant program has become primarily an ongoing funding source for local and regionally oriented research projects and marine services. More than \$460 million has been awarded to these colleges since the inception of the program 20 years ago.

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Estimated Program Effect: These rescissions will not affect essential Government services and will enable Federal budget resources to be used for programs that are appropriate Federal responsibilities.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
1,102,870	1,063,707	39,163	19,582	4,578	---	---	---

1/ This account was the subject of a similar rescission proposed in 1985 (R85-64A).

Note - \$3,281,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$63,323,000.

DEPARTMENT OF COMMERCE

National Telecommunications and Information Administration
Public telecommunications facilities, planning and construction

Of the funds made available under this head in Public Law 99-180,
\$21,820,000 are rescinded.

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Rescission Proposal No: R86-17

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority..... \$24,000,000 (P.L. 99-180)
Department of Commerce	Other budgetary resources <u>2,118,053</u>
Bureau: National Telecommunications and Information Administration	Total budgetary resources <u>26,118,053</u>
Appropriation title and symbol:	Amount proposed for rescission <u>\$22,800,000</u>
Public telecommunications facilities, planning and construction 1/	
13H0551	
CMS identification code:	Legal authority (in addition to sec. 1012):
13-0551-0-1-503	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: The public telecommunications facilities program provides grants to plan for and construct non-commercial broadcasting in areas not served by public television and radio. Over 93 percent of the United States currently receives public broadcasting. This rescission will eliminate the funds available from grants from the FY 1986 appropriation while allowing for an orderly phase out of the program.

Estimated Program Effects: The objective of this program was to provide initial funds for the development of public telecommunications facilities. With over 93 percent of the United States currently receiving public broadcasting, this objective has been accomplished.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>						
<u>Without</u>	<u>With</u>							
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>	
Public telecommunication facilities, planning and construction:								
19,805	17,623	2,182	---	---	---	---	---	
Miscellaneous appropriations, General Administration:								
---	---	---	11,448	6,546	1,636	---	---	

1/ This account was the subject of a similar rescission proposal in 1985 (R85-69A)

Note - \$980,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$21,820,000.

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DEPARTMENT OF EDUCATION
Office of Elementary and Secondary Education
Compensatory education for the disadvantaged

Of the funds made available under this head in Public Law 99-178 for carrying out section 418A of the Higher Education Act, as amended, \$7,177,000 are rescinded.

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Rescission Proposal No: R96-18

PROPOSED RESCISSION BY BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:			
Department of Education		New budget authority..... \$3,695,663,000	
Bureau: Office of Elementary and Secondary Education		(P.L. 94-178)	
Appropriation title and symbol:		Other budgetary resources -154,816,420	
Compensatory education for the disadvantaged		Total budgetary resources \$3,440,846,580	
9160900 91670900		Amount proposed for rescission \$ 7,500,000	
915/60900			
OMB identification code:		Legal authority (in addition to sec. 1012):	
91-0900-0-1-501		☐ Antideficiency Act	
Grant program: ☒ Yes ☐ No		☐ Other	
Type of account or fund:		Type of budget authority:	
☒ Annual		☒ Appropriation	
☒ Multiple-year Sept. 30, 1986		☐ Contract authority	
☐ No-Year Sept. 30, 1987 (expiration date)		☐ Other	
☐ No-Year			

Coverage:

<u>Appropriation</u>	<u>Account Symbol</u>	<u>Rescission Proposal</u>
Compensatory education for the disadvantaged.....	9160900	\$7,177,000

Justifications: This account funds activities authorized under chapter 1 of the Education Consolidation and Improvement Act of 1981. Funds for the High School Equivalency (\$6,029,000) and the College Assistance Migrant (\$1,148,000) programs are proposed for rescission. Both programs are expensive relative to the number of students served and other Federal programs provide similar services at a lower cost. The Department, in its 1987 Higher Education Act reauthorization proposal, will seek to consolidate the authority for High School Equivalency program with the Upward Bound, Talent Search, and Educational Opportunity Centers programs to form a new postsecondary outreach program and to merge the College Assistance Migrant program authority with the Special Services program to create a new program designed to provide special services to disadvantaged college students. This reduction will help achieve the deficit reductions required by the Balanced Budget and Emergency Deficit Control Act of 1985.

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Estimated Program Effect: Two lower priority, expensive programs will be terminated.

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Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without	With						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
2,931,933	2,950,928	1,005	4,594	1,578	---	---	---

Note - \$323,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$7,177,000.

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DEPARTMENT OF EDUCATION
Office of Elementary and Secondary Education
Special programs

Of the funds made available under this head in Public Law 99-178, \$37,782,000 are rescinded, of which \$6,968,000 are rescinded from funds available for section 403 of the Civil Rights Act of 1964; \$5,742,000 are rescinded from funds available for title IX, part C of the Elementary and Secondary Education Act; \$4,783,000 are rescinded from funds available for section 1524 of the Education Amendments of 1978; \$1,914,000 are rescinded from funds available for section 1525 of the Education Amendments of 1978; \$1,627,000 are rescinded from funds available for Public Law 92-506; \$2,392,000 are rescinded from funds available for title VI of the Education for Economic Security Act; \$7,177,000 are rescinded from funds available for the Follow Through Act; and \$7,177,000 are rescinded from funds available for title IX of Public Law 98-583.

Rescission Proposal No: RS6-19

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:		New budget authority..... <u>\$705,109,000</u> (P.L. 93-178)	
Department of Education		Other budgetary resources <u>-18,392,832</u>	
Bureau: Office of Elementary and Secondary Education		Total budgetary resources <u>686,716,168</u>	
Appropriation title and symbol:		Amount proposed for rescission <u>\$ 40,200,000</u>	
Special Programs 1/			
916/71000	91X1800		
9161000	915/61000		
91X1000	91X1700		
OMB Identification code:		Legal authority (in addition to sec. 1012):	
91-1000-0-1-501		☐ Antideficiency Act	
Grant program:		☐ Other	
☒ Yes ☐ No			
Type of account or fund:		Type of budget authority:	
☒ Annual		☒ Appropriation	
☒ Multiple-year Sept. 30, 1986		☐ Contract authority	
☐ Multiple-year Sept. 30, 1987		☐ Other	
☐ No-Year (expiration date)			
☒ No-Year			

Coverage:

<u>Appropriation</u>	<u>Account Symbol</u>	<u>Rescission Proposal</u>
Special programs	9161000	\$26,586,000
Special programs	916/71000	8,804,000
Special programs	91X1000	2,392,000
		<u>\$37,782,000</u>

Justification: The Special Programs account includes funds appropriated for: the Chapter 2 State block grant and discretionary fund, the science and mathematics education program, the Magnet schools program, and eight other small grant programs. Within the Special Programs account, funds were appropriated for a number of narrow categorical programs authorized under such authorities as the Education Amendments of 1978, the Elementary and Secondary Education Act (ESEA), and the Education for Economic Security Act. In order to eliminate program duplication, to focus support on priority programs, and to restrain Federal spending to help achieve the deficit reductions required by P.L. 94-177, the following funds are proposed for rescission: \$6,968,000 from Training and advisory services authorized under

title IV of the Civil Rights Act of 1964; \$5,742,000 for the Women's Educational Equity Act (WEEA); \$4,785,000 for General assistance to the Virgin Islands; \$1,914,000 for Territorial teacher training; \$1,627,000 for Ellender fellowships; \$2,392,000 for the Excellence in education program; \$7,177,000 for the Follow Through Act; and \$7,177,000 for the Leadership in educational administration (LEAD) program. The rescission for Training and advisory services would be the first step in a two-year program termination. Funding for the other seven programs would be terminated immediately. In all cases, these programs can be considered nonessential uses of Federal resources.

Estimated Program Effects: The rescission for Training and advisory services would result in reductions of \$3,484,000 each for ESEA grants and Grants for desegregation assistance centers. The other rescissions would result in elimination of the following projected activities: 57 WEEA grants, 4,800 Ellender fellowships, 90 Follow through grants, 94 Excellence in education grants; 50 LEAD contracts, and 6 grants-in-aid to the Outlying Areas.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
661,779	659,609	2,170	77,506	7,401	705	---	---

1/ This account was the subject of a similar rescission proposal in 1985 (R85-76).

Note - \$2,418,000 of the amount originally withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$37,782,000.

DEPARTMENT OF EDUCATION

Office of Bilingual Education and Minority
Languages Affairs

Bilingual education

Of the funds made available under this head in Public Law 99-178 for
Emergency immigrant education activities, \$28,710,000 are rescinded.

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Rescission Proposal No: 884-20

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	
Department of Education	New budget authority..... <u>\$172,951,000</u>
Bureau: Office of Bilingual Education and Minority Languages Affairs	(P.L. 93-178)
Appropriation title and symbol:	Other budgetary resources <u>-5,417,262</u>
Bilingual education 1/	Total budgetary resources <u>167,533,738</u>
915/61300	Amount proposed for
9161300	rescission <u>\$ 30,000,000</u>
OMB Identification code:	Legal authority (in addition to sec. 1012):
91-1600-0-1-501	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☒ Multiple-year <u>9/30/86</u>	☐ Contract authority
☐ No-Year (expiration date)	☐ Other _____

Coverage:

<u>Appropriation</u>	<u>Account Symbol</u>	<u>Rescission Proposal</u>
Bilingual education.....	9161300	\$28,710,000

Justification: The Emergency Immigrant Education Program provides grants for educational services to recent immigrant children to districts that have 500 such children or where these students represent at least three percent of the enrollment. Children in need of assistance who are eligible for these services may also qualify for services under other programs if they are educationally disadvantaged or have limited English proficiency. Funds available under Chapters 1 and 2 of the Education Consolidation and Improvement Act of 1981 and Title VII of the Elementary and Secondary Education Act are sufficient to provide educational services to any eligible immigrant children in need of them. In addition, this rescission will help achieve the deficit reductions required by the Balanced Budget and Emergency Deficit Control Act of 1985.

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Estimated Program Effect: An estimated 32 states will not receive grants to help cover the cost of educational services for 390,000 immigrant children.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
127,615	177,615	---	14,642	12,632	1,436	---	---

1/ This account was the subject of a similar rescission proposal in 1985 (R85-77).

Note - \$1,290,000 of the amount originally withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$28,710,000.

DEPARTMENT OF EDUCATION
Office of Special Education and Rehabilitation Services
Education for the handicapped

Of the funds made available under this head in Public Law 99-178, \$44,364,000 are rescinded, of which \$28,137,000 are rescinded from funds available for section 611 of the Education of the Handicapped Act.

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Rescission Proposal No: RS6-21

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Education		New budget authority... \$1,411,000,000 (P.L. 99-178)
Bureau: Office of Special Education and Rehabilitation Services		Other budgetary resources 61,359,175
Appropriation title and symbol:		Total budgetary resources 1,472,359,175
Education for the handicapped		Amount proposed for rescission \$ 104,688,000
916/70300 91XD300		
9160300 915/60300		
OMB Identification code:		Legal authority (in addition to sec. 1012):
91-0300-0-1-501		☐ Antideficiency Act
Grant program:	☒ Yes ☐ No	☐ Other
Type of account or fund:		Type of budget authority:
☒ Annual		☒ Appropriation
☒ Multiple-year Sept. 30, 1986 Sept. 30, 1987 (expiration date)		☐ Contract authority
☒ No-Year		☐ Other

Coverage:

Appropriation	Symbol	OMB Identification Code	Rescission Proposal
Education for the handicapped.....	9160300	91-0300-0-1-501	\$16,227,000
Education for the handicapped.....	916/70300	91-0300-0-1-501	28,137,000
			\$44,364,000

Justification: This account funds formula grants to states to assist in providing appropriate public education to handicapped children, preschool incentive grants and special purpose projects. Within the Education for the Handicapped account, funds were appropriated for numerous discretionary and formula grant activities under the Education of the Handicapped Act. As part of the President's program to eliminate unnecessary Government spending, to direct Federal support to priority programs, and to help achieve the deficit reductions required by P.L. 99-177, the following funds are proposed for rescission: \$28,137,000 for the State Grant Program, \$2,355,000 for Deaf-Blind Centers, \$485,000 for Severely Handicapped Projects, \$468,000 for Early Childhood Education, \$249,000 for Innovation and Development, \$247,000 for Media Services and Captioned Films, \$29,000 for Regional Resource Centers,

\$37,000 for Recruitment and Information, \$11,248,000 for Special Education Personnel Development, and \$1,089,000 for Special Studies. The proposed rescissions would bring the funding for these programs in line with the President's budget request for fiscal year 1986.

Estimated Program Effect: Fewer new awards will be made.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
1,512,329	1,508,565	3,764	31,900	6,806	1,894	---	---

Note - \$60,324,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$44,364,000.

DEPARTMENT OF EDUCATION

Office of Special Education and Rehabilitation Services

Rehabilitation services and handicapped research

Of the funds made available under this head in Public Law 99-178, \$75,439,000 are rescinded, of which \$2,105,000 are rescinded from funds available for section 316 of the Rehabilitation Act; \$710,000 for South Carolina and \$4,785,000 for the Oregon Hearing Institute are rescinded from funds available for section 311 of the Rehabilitation Act, and \$45,148,000 are rescinded from funds available for grants to States under part B of title I of the Rehabilitation Act; Provided, That of the funds available, \$1,098,694,084 are made available for State allotments under section 100(b)(1) and \$1,305,916 are made available for payments under section 110(b)(3).

Rescission Proposal No: 284-22

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Education	New budget authority..... \$1,362,000,000 (P.L. 93-172) <u>1</u>
Bureau: Office of Special Education and Rehabilitation Services	Other Budgetary resources <u>-51,704,000</u>
Appropriation title and symbol:	Total budgetary resources <u>1,310,296,000</u>
Rehabilitation services and handicapped research	Amount proposed for rescission \$ <u>126,585,000</u>
91X0301 9160301	
OMB Identification code:	Legal authority (in addition to sec. 1012):
91-0301-0-1-506	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: This account funds vocational rehabilitation state grants, client assistance formula grants, service projects, the Helen Keller Center, independent living centers, training and evaluation, and the National Institute of Handicapped Research. Within the Rehabilitation Services and Handicapped Research account, funds were appropriated for numerous formula and discretionary grant activities authorized under the Rehabilitation Act of 1973, as amended. As part of the President's program to eliminate unnecessary Government spending, to direct Federal support to priority programs, and to help achieve the deficit reductions required by P.L. 99-177, the following funds are proposed for rescission: \$45,148,000 for vocational rehabilitation State grants; \$112,000 for client assistance; \$5,503,000 for special demonstration programs; \$2,105,000 for recreation programs; \$7,000 for migratory worker projects; \$625,000 for grants to Indian tribes; \$1,547,000 for projects with industry; \$5,527,000 for comprehensive services for independent living; \$11,000 for independent living centers; \$4,785,000 for independent living services for older blind; \$5,838,000 for training; \$3,108,000 for National Institute of Handicapped Research; and \$1,123,000 for evaluation. The proposed rescissions are consistent with the President's budget request for 1986 and would return most programs to their 1985 funding levels.

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Estimated Program Effect: Under this rescission proposal, State vocational rehabilitation agencies will reduce the level of services available to some clients or serve slightly fewer clients; earmarked funds will not be awarded to South Carolina or the Oregon Hearing Institute under the special demonstration program; fewer new awards will be made for migratory worker projects, grants to Indian tribes, projects with industry, independent living centers, research activities, and evaluation studies; no new awards will be made for training; and no awards will be made for independent living services for older blind or for recreation programs.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
1,490,009	1,431,923	58,086	12,072	5,281	---	---	---

Note - \$31,146,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$75,439,000.

DEPARTMENT OF EDUCATION

Special Institutions

Gallaudet College

Of the funds made available under this head in Public Law 99-178,
\$445,000 are rescinded.

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Rescission Proposal No: 886-23

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$ 99,500,000 (P.L. 99-178)
Department of Education	Other budgetary resources -4,278,000
Bureau: Office of Special Education and Rehabilitation Services	Total budgetary resources 55,272,000
Appropriation title and symbol:	
Payments to institutions for the handicapped	Amount proposed for rescission \$ 3,111,000
9160602	
9160601	
9160600	
OMB Identification code: 91-0604-0-1-500	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Coverage:

Appropriation	Symbol	OMB Identification Code	Rescission Proposal
Gallaudet College.....	9160602	91-0604-0-1-500	\$446,000

Justifications: This account provides operating funds to three institutions serving handicapped students. Funds were appropriated that are not necessary for adequate program operations at Gallaudet College for the College Programs (\$250,000), the Model Secondary School for the Deaf (MSSD) (\$94,000), and the Kendall Elementary School (KES) (\$102,000). Therefore, as part of the President's program to eliminate unnecessary Federal spending in order to control the Federal deficit, the funds are proposed for rescission.

Estimated Program Effect: None.

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Outlay Effects: (in thousands of dollars)

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
123,707	123,288	419	27	---	---	---	---

Note - \$2,665,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$446,000.

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DEPARTMENT OF EDUCATION
Office of Vocational and Adult Education
Vocational and adult education

Of the funds made available under this head in Public Law 99-178, \$210,337,000 are rescinded, of which \$2,593,290 are rescinded from funds available for programs authorized by section 103, \$170,392,710 are rescinded from funds available for State grants under title II, \$7,178,000 are rescinded from funds available for part A of title III, and \$30,273,000 are rescinded from funds available for part B of title III of the Carl D. Perkins Vocational Education Act: Provided, That of the funds available, no more than \$39,694,397 shall be available for State administration: Provided further, That notwithstanding the provisions of sections 102 and 202 of said Act, of the funds available, \$390,876,328 shall be for programs authorized by title II, part A, of which \$68,574,794 shall be for handicapped individuals, \$150,864,549 shall be for disadvantaged individuals, \$82,289,753 shall be for adults who are in need of training and retraining, \$58,288,575 shall be for individuals who are single parents or homemakers, \$24,001,178 shall be for individuals who are participants in programs designed to eliminate sex bias and stereotyping in vocational education and \$6,857,479 shall be for criminal offenders who are in correctional institutions.

Rescission Proposal No: R86-24

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	Smith Hughes Act	7,148,159
Department of Education	New budget authority.....	\$940,777,000
Bureau: Office of Vocational and Adult Education	(P.L. 93-178)	
Appropriation title and symbol:	Other budgetary resources	\$9,635,151
Vocational and adult education	Total budgetary resources	1,047,560,310
91X0400	Amount proposed for	
916/70400	rescission	\$245,962,000
915/60400		
OMB Identification code:	Legal authority / In addition to sec. 1012:	
91-0400-0-1-501	☐ Antideficiency Act	
Grant program:	☐ Other	
☒ Yes ☐ No		
Type of account or fund:	Type of budget authority:	
☐ Annual	☒ Appropriation	
☒ Multiple-year Sept. 30, 1986	☐ Contract authority	
Sept. 30, 1987	☐ Other	
(expiration date)		
☒ No-Year		

Coverage:

<u>Appropriation</u>	<u>Account Symbol</u>	<u>Rescission Proposal</u>
Vocational and adult education.....	916/70400	\$210,337,000

Justification: This account funds grants for vocational education, including programs for Indians and native Hawaiians. As part of the President's program to eliminate the Federal deficit and to direct available funds to higher priority programs, the following vocational educational funds are proposed for rescission: \$2,493,290 from Indian and Hawaiian Natives programs; \$170,292,710 from basic grants; \$7,178,000 from the community-based organization program; and \$30,273,000 from the consumer and homemaking education program. Activities authorized by the consumer and homemaking education and community-based organizations programs can, at State and local discretion, be carried out with basic grant funds.

Estimated Program Effect: Under this rescission proposal: States would no longer receive separate categorical grants to support consumer and homemaking activities; States would not receive first-time categorical awards for community-based organizations; basic grants would be reduced by an average of 23 percent; and the number of awards under the Indian program would be reduced by 10. Within basic grants, States may reserve up to 7 percent for State

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administration. Title II, part A of the Perkins Act, that vocational education opportunities for six special populations, will be funded at \$390,876,328. The remaining basic grant funds will be available for title II, part B, which authorizes funds for improvement, innovation, and expansion activities. Therefore, funding earmarked for programs for the handicapped, the disadvantaged, adult training and retraining, single parents and homemakers, sex equity, and persons in correctional institutions, will be kept to the post-sequester levels.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
992,425	988,218	4,207	143,029	52,585	10,516	---	---

Note - \$35,625,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$210,337,000.

1

DEPARTMENT OF EDUCATION
Office of Postsecondary Education
Student financial assistance

Of the funds made available under this head in Public Law 99-178,
\$456,347,000 are rescinded, of which \$137,262,000 are rescinded from
funds made available for subpart 2 of part A of title IV of the Higher
Education Act.

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Rescission Proposal No: R86-25

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:		New budget authority..... \$4,887,700,000 (P.L. 93-178)	
Department of Education		Other budgetary resources <u>1,414,988,658</u>	
Bureau: Office of Postsecondary Education		Total budgetary resources <u>6,301,988,658</u>	
Appropriation title and symbol:		Amount proposed for rescission <u>\$ 456,347,000</u>	
Student financial assistance			
915/60200			
916/70200			
OMB identification code:		Legal authority (in addition to sec. 1012):	
91-0200-0-1-501		☒ Antideficiency Act	
Grant program:		☐ Other _____	
☐ Yes ☒ No			
Type of account or fund:		Type of budget authority:	
☐ Annual		☒ Appropriation	
☒ Multiple-year Sept. 30, 1986		☐ Contract authority	
☐ No-Year (expiration date)		☐ Other _____	

Justification: The Student financial assistance account finances five student aid grant, loan and work study programs. Rescissions are proposed in all programs, except Pell grants, to curtail Federal spending and help achieve deficit reduction. The affected programs are all of lower priority or are unnecessary given State and institutional sources of aid funds. Student aid would continue to be available to the neediest students. Rescissions are proposed as follows: \$137,262 thousand for supplemental opportunity grants; \$64,523 thousand for work study; \$181,830 thousand for the Federal capital contribution for direct student loans; and \$72,732 thousand for State student incentive grants.

Estimated Program Effect: The proposed rescissions would reduce the number of awards to students as follows: 240 thousand supplemental grants; 85 thousand work study awards; 193 thousand direct student loans; and 291 thousand State incentive grants.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
5,064,895	4,990,168	74,727	335,584	46,035	---	---	---

DEPARTMENT OF EDUCATION
Office of Postsecondary Education
Higher education

Of the funds made available under this head in Public Law 89-178, \$180,862,000 are rescinded, of which \$86,416,000 are rescinded from funds available from Part A, subpart 4 of title IV of the Higher Education Act of 1965, as amended; \$2,871,000 are rescinded from funds available for section 420 of the Higher Education Act of 1965, as amended; \$2,163,000 are rescinded from funds available for title X of the Higher Education Act of 1965, as amended; \$24,408,000 are rescinded from funds available for title VI of the Higher Education Act of 1965, as amended; \$5,263,000 are rescinded from funds available for section 102(b)(6) of the Mutual Educational and Cultural Exchange Act of 1963; \$13,781,000 are rescinded from funds available for title VIII of the Higher Education Act of 1965, as amended; \$9,570,000 are rescinded from funds available for part B of title VII of the Higher Education Act of 1965, as amended; \$18,901,000 are rescinded from funds available for parts B, C, D, and E of title IX of the Higher Education Act of 1965, as amended; \$9,570,000 are rescinded from part E of title V of the Higher Education Act of 1965, as amended; \$718,000 are rescinded from funds available for title XIII, part B, subpart 1 of the Education Amendments of 1980; \$479,000 are rescinded from funds available for section 1204(c) of the Higher Education Act of 1965, as amended; and \$5,742,000 are rescinded from funds available for title V, section 501 of the Human Services Reauthorization Act.

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Rescission Proposal No: R86-26

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$ 455,238,000 (P.L. 93-178; 93-190)
Department of Education	Other budgetary resources <u>28,863,405</u>
Bureau:	Total budgetary resources <u>\$484,101,405</u>
Office of Postsecondary Education	Amount proposed for rescission <u>\$193,160,000</u>
Appropriation title and symbol:	
Higher education 1/ 9160201 915/60201 916/70201 91X0201	
OMB identification code: 91-0201-0-1-502	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Grant program: ☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual ☒ Multiple-year Sept. 30, 1986 ☒ No-Year Sept. 30, 1987 (expiration date)	☒ Appropriation ☐ Contract authority ☐ Other _____
Coverage:	

Appropriation	Symbol	OMB Identification Code	Amount Proposed for Rescission
Higher education.....	9160201	91-0201-0-1-502	\$156,000,000
Higher education.....	916/70201	91-0201-0-1-502	5,742,000
Higher education.....	91X0201	91-0201-0-1-502	19,160,000
			<u>\$180,882,000</u>

Justification: This account provides aid to developing institutions, special programs to the disadvantaged, the minority institution science improvement program, and interest subsidy grants. The following programs are proposed for rescission: \$86,416,000 for special programs for the disadvantaged; \$2,871,000 for veterans' cost-of-instruction; \$2,163,000 for the Fund for the Improvement of Postsecondary Education; \$30,671,000 for international education and foreign language studies; \$13,781,000 for cooperative education;

\$9,570,000 for academic facilities construction grants; \$18,981,000 for graduate programs; \$9,570,000 for Carl D. Perkins scholarships; \$718,000 for the Robert A. Taft Institute of Government; \$479,000 for assistance to Guam; and \$5,742,000 for the Center for Excellence in Education. The activities proposed for rescission either are duplicative of or similar to other Federal, state, or local programs, or are narrow in purpose and nonessential. In addition, this reduction will help achieve the deficit reductions required by the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effects: This rescission would result in eliminating approximately 600 veterans' cost-of-instruction grants, 90 national resource centers, 960 domestic and overseas fellowships and 170 other domestic and overseas international education projects, 180 cooperative education grants, 40 academic facilities construction grants, 4,000 graduate fellowships, 50 Carl D. Perkins scholarship grants, two special purpose grants to individual institutions of higher education, and one grant to Guam. Continuation grants under special programs for the disadvantaged would be ratably reduced by 50 percent, and the number of new grants would be reduced. The number of new grants awards under the Fund for the Improvement of Postsecondary Education would be reduced by 20 percent and the average grant award would be reduced by 10 percent.

Outlay Effects: (in thousands of dollars)

<u>1986 Outlay Estimate</u>							
<u>Without</u>	<u>With</u>	<u>Outlay Savings</u>					
<u>Rescission</u>	<u>Rescission</u>	<u>1984</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
477,379	456,610	20,769	121,643	35,412	3,058	---	---

1/ This account was the subject of a rescission proposal in 1985 (RHS-78).

Note - \$12,278,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$180,882,000.

DEPARTMENT OF EDUCATION

Special Institutions

Howard University

Of the funds made available under this head in Public Law 99-178,
\$5,699,000 are rescinded.

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Rescission Proposal No: RS-27

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:		New Budget authority..... <u>\$164,330,000</u>	
Department of Education		(P.L. 93-178)	
Bureau: Office of Postsecondary Education		Other Budgetary resources <u>-5,462,000</u>	
Appropriation title and symbol:		Total budgetary resources <u>157,768,000</u>	
Howard University		Amount proposed for rescission <u>\$ 6,000,000</u>	
9160603			
91X0603			
OMB Identification code:		Legal authority (in addition to sec. 1012):	
91-0604-0-1-502		☐ Antideficiency Act	
Grant program: ☐ Yes ☒ No		☐ Other	
Type of account or fund:		Type of budget authority:	
☒ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☒ No-Year		☐ Other	
Coverage:			

<u>Appropriation</u>	<u>Symbol</u>	<u>OMB Identification Code</u>	<u>Amount Proposed for Rescission</u>
Howard University.....	9160603	91-0604-0-1-502	\$4,785,000
Howard University.....	91X0603	91-0604-0-1-502	\$14,000
			<u>\$5,699,000</u>

Justification: This provides funding for the academic program and the teaching hospital facilities at this educational institution that receives 61 percent of its support from the Federal government. The rescission proposal would reduce funds available for matching Howard's endowment to a level more consistent with the University's demonstrated ability to generate non-Federal funds. The rescission proposed for the research funds reflects the fact that the 1985 appropriation for this purpose was intended to be a one-time supplemental to improve Howard's research grant acquisition capacity. Research is an integral part of University academic operations and should not be funded as if it were a separate activity.

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HHS-27

Estimated Program Effect: The rescission would reduce the amount of Federal endowment matching funds to the level the University is expected to raise in 1986. Research projects would be financed from academic program funding and through applying for competitive grants.

Outlay Effect: (in thousands of dollars)

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
181,534	176,540	4,994	705	---	---	---	---

Note - \$301,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$5,699,000.

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DEPARTMENT OF EDUCATION
Office of Educational Research and Improvement
Libraries

Of the funds made available under this head in Public Law 99-178, \$33,017,000 are rescinded, of which \$21,533,000 are rescinded from funds available for title II and \$4,785,000 from funds available for title VI of the Library Services and Construction Act, and \$957,000 are rescinded from funds available for part B and \$5,742,000 from funds available for part C of title II of the Higher Education Act.

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Rescission Proposal No: 886-28

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$127,500,000 (P.L. 93-178)
Department of Education	Other budgetary resources <u>3,976,298</u>
Bureau:	
Office of Educational Research and Improvement	Total budgetary resources <u>131,476,298</u>
Appropriation title and symbol:	
Libraries	Amount proposed for rescission <u>\$ 34,500,000</u>
9160104	
91X0104	
OMB Identification code:	Legal authority (in addition to sec. 1012):
91-0104-0-1-503	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Coverage:

Appropriation	Symbol	OMB Identification Code	Amount Proposed for Rescission
Libraries.....	9160104	91-0104-0-1-503	\$11,484,000
Libraries.....	91X0104	91-0104-0-1-503	21,533,000
			<u>\$33,017,000</u>

Justifications: Federal funds have been provided through grants to States and through project grant awards to public library systems, institutions of higher education, major research libraries and for training of paraprofessionals and professionals in the library field. Within the Libraries account, funds were appropriated for programs authorized under both the Library Services and Construction Act (LSCA) and title II of the Higher Education Act (HEA). The following funds are proposed for rescission under LSCA: Public Library Construction, \$21,533,000; Library Literacy Programs, \$4,785,000; under HEA: Training and Demonstrations, \$957,000; and Research Libraries, \$5,742,000. This proposal is based on the recognition that State and local governments are in a better position to assume responsibility for public library construction and that other public and private sources of funds can be made available to support the other efforts.

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Estimated Program Effect: The rescission would eliminate about 230 public library construction projects, about 192 literacy projects in public libraries, about 69 fellowships for librarians, about 3 library research contracts, and about 43 awards to assist major research libraries.

Outlay Effect: (in thousands of dollars)

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1985	1987	1988	1989	1990	1991
132,753	128,963	3,790	19,955	6,976	2,246	---	---

Note - \$1,483,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$33,017,000.

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Health Resources and Services Administration
Health resources and services

Of the funds made available under this head in Public Law 99-178, \$206,435,000 are rescinded, and in addition, \$5,000,000 are rescinded from available balances.

Rescission Proposal No: R86-9

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$1,497,914,000 (P.L. 93-178)
Bureau: Health Resources and Services Administration	Other budgetary resources -552,000
Appropriation title and symbol:	Total budgetary resources \$1,497,097,000
Health resources and services	Amount proposed for rescission \$ 211,454,000
7560350	
755/60350	
75X0350	
OMB identification code:	Legal authority (in addition to sec. 1012):
75-0350-0-1-550	☐ Antideficiency Act
Grant program:	☐ Other
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☒ Multiple-year Sept. 30, 1986 (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: The appropriation supports health resources and health services categorical programs and health services block grants. Federal efforts in support of the health professions have resulted in long-term trends of steadily increasing supplies of physicians and nurses and an improvement in the distribution of health care practitioners among the medically underserved areas of the country. At the same time, cumulative Federal contributions to health professions and nursing student loan funds, combined with Health Educational Assistance Loans (HEAL) loan guarantees, have put in place a foundation of Federal health professions student aid. Because of this, programs providing general support to health education to increase the numbers and improve the distribution of practitioners are no longer needed. The authorization for health planning program expired at the end of 1982 and the programs are scheduled for phase-out in 1986. Emergency construction of outpatient facilities is available through disaster relief funds. Direct operations funds are being reduced to reflect proposed program rescissions. These savings are being proposed for rescission from appropriations realized

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in excess of the 1986 President's Budget Request to achieve the goals of the Balanced Budget and Emergency Deficit Control Act of 1985. Reductions are proposed for the following items (in thousands of dollars):

Community health centers.....	21,000
Migrant health.....	446
Home health service.....	1,435
National health service corps.....	2,445
National health service corps scholarships.....	2,201
Payment to Hawaii for treatment of Hansen's disease.....	658
Exceptional need scholarships.....	6,699
Health Profession Institutional Assistance: Conversion.....	473
Public health capitation.....	4,785
Health administration grants.....	1,436
Public health traineeships.....	2,871
Health administration traineeships.....	479
Preventive medicine residencies.....	1,531
Family medicine/general dentistry residencies and training.....	21,452
General internal medicine and pediatrics.....	11,862
Family medicine departments.....	6,599
Physician assistants.....	4,594
H.P. special education initiative.....	7,656
Area health education centers.....	12,483
Disadvantaged assistance.....	11,403
Health professions analytical studies and reports.....	414
Nurse training:	
Advanced nurse training.....	12,071
Nurse practitioner.....	11,106
Special projects.....	4,747
Traineeships.....	11,005
Fellowships.....	1,181
Research.....	7,790
Nurse anesthetists.....	766
Special projects for new purposes.....	1,292
Faculty fellowships.....	526
Direct operations, BHPM.....	4,291
Local planning.....	11,564
State planning.....	4,594
Planning methods development.....	400
Outpatient facilities construction.....	4,035
Direct operations, BHMORD.....	1,066
Program management.....	1,194
Facilities planning and engineering.....	1,145
Organ transplant.....	2,471
Center for Nursing Research.....	5,000
Total, savings.....	211,455

Estimated Program Effect: The above programs providing general support to health education, unauthorized health planning programs, and other health services activities will be reduced and/or terminated.

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
1,559,335	1,453,983	103,352	106,103	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Health Resources and Services Administration
Indian health

Of the funds made available under this head in Public Law 90-190, \$24,262,000
are rescinded.

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Rescission Proposal No: RSR-29

PROPOSED RESCISSION OF EXPENDITURE AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Health and Human Services	New budget authority..... \$818,194,000 (P.L. 99-190)
Bureau: Health Resources and Services Administration	Other budgetary resources <u>54,985,000</u>
Appropriation title and symbol: Indian health 7560390	Total budgetary resources <u>\$873,179,000</u>
	Amount proposed for rescission <u>\$ 24,262,000</u>
OMB Identification code: 75-0390-0-1-551	Legal authority (in addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year ☐ No-Year (expiration date)	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This program provides medical care, public health services, and health profession scholarships for American Indians and Alaska Natives. These savings are being proposed for rescission from appropriations realized in excess of the 1986 President's Budget Request to achieve the goals of the Balanced Budget and Emergency Deficit Control Act of 1985. Reductions are proposed for the following items (in thousands of dollars):

Clinical services.....	9,245
Preventive services.....	11,085
Urban health projects.....	2,444
Tribal management.....	1,469
	<u>24,243</u>

Estimated Program Effects: Clinical Services - Reduces funding for direct and contract health care. The reduction may be offset by increased third-party reimbursements and by better negotiated contract care rates.

Preventive Services and Urban Health Projects - Funds are available for the continued operation of Community health representative program through March 1986 and the orderly phase out of operations during April 1986.

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Tribal Management - Eliminates support for the Tribal health development activities.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
760,097	743,352	14,745	5,520	1,422	575	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Health Resources and Services Administration
Indian health facilities

Of the funds made available under this head in Public Law 99-190, \$38,642,000
are rescinded.

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Rescission Proposal: R86-30

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$46,947,000 (P.L. 92-190)
Bureau: Health Resources and Services Administration	Other budgetary resources 38,356,455
Appropriation title and symbol: Indian health facilities 75X0391	Total budgetary resources \$85,303,455
GHS Identification code: 75-0391-0-1-551	Amount proposed for rescission \$38,642,000
Grant program: ☐ Yes ☒ No	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This program funds construction, major repair, improvement, and equipment for health and related auxiliary facilities, including quarters for personnel; preparation of plans, specifications, and drawings; acquisition of sites; purchase and erection of portable buildings, purchases of trailers and provision of domestic and community sanitation facilities for Indians, as authorized by section 7 of the Act of August 5, 1954 (42 U.S.C. 2004a), the Indian Self-Determination Act and the Indian Health Care Improvement Act. These savings are being proposed for rescission from appropriations realized in excess of the 1986 President's Budget request to achieve the goals of the Balanced Budget and Emergency Deficit Control Act of 1985. Reductions are proposed for the following items (in thousands of dollars):

Hospitals:	
New and replacement.....	12,262
Modernization and repair.....	639
Subtotal.....	12,901
Outpatient care.....	715
Sanitation facilities.....	19,456
Personnel quarters.....	5,570
Total.....	38,642

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Estimated Program Effect: Prior year unobligated balances of \$38 million are available in 1986 for current projects.

Eliminates funding for construction in 1986 for Rosebud, SD hospital and quarters at Kanakanak, AK and Ft. Thompson, SD.

Eliminates funding for planning and design in 1986 of Kotzebue, AK hospital and outpatient clinics located in Toppenish, WA and Wagner, S.D.

Eliminates funding for provision of sanitation facilities to 2,200 Indian homes in 1986, but funding for sanitation facilities will be provided to 700 Indian homes in 1986.

Eliminates funding for renovating quarters located in Sacaton, AZ.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>						
<u>Without</u>	<u>With</u>							
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>	
77,297	65,523	11,774	16,492	5,281	5,095	---	---	

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Centers for Disease Control

Disease control

Of the funds made available under this head in Public Law 99-178, \$34,096,000
are rescinded.

3/18/01
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Rescission Proposal No: 896-11

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$161,861,000 (P.L. 93-178)
Bureau: Centers for Disease Control	Other budgetary resources 45,032,000
Appropriation title and symbol:	Total budgetary resources 306,893,000
Disease control	Amount proposed for rescission \$ 34,096,000
75 6 0943	
75 6/7 0945	
75 X 0943	
OMB Identification code:	Legal authority (in addition to sec. 1012):
75-0943-0-1-550	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☒ Multiple-year Sept. 30, 1987 (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justifications: This account funds the activities of the Centers for Disease Control, including preventive health, developing new immunizations, treating chronic and environmental diseases, occupational health and safety, necessary facilities, and program management. Amounts are being proposed for rescission that are in excess of the 1986 President's Budget to achieve the goals of the Balanced Budget and Emergency Deficit Control Act of 1985. Reductions are proposed for the following items (in thousands of dollars):

Prevention centers.....	1,436
Infectious diseases.....	16,633
Chronic and environmental diseases..	5,742
Occupational safety and health.....	8,383
Buildings and facilities.....	1,902
Total.....	34,096

Estimated Program Effect: This proposal maintains CDC's high priority disease prevention programs and high priority AIDS funding for the AIDS program proposed by HHS. This proposal would reduce low priority health promotion and equipment funding. The proposal also reflects ADAMHA's existing expertise on drug and alcohol abuse.

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
457,206	436,123	21,083	13,013	---	---	---	---

1188-100
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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Public Health Service

National Institutes of Health

National Cancer Institute

Of the funds made available under this head in Public Law 99-178,
\$6,800,000 are rescinded.

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Rescission Proposal No. R86-32

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Health and Human Services	New budget authority..... \$1,252,737,000 (P.L. 99-178)
Bureau: National Institutes of Health	Other budgetary resources -54,958,000
Appropriation title and symbol: National Cancer Institute 7560849	Total budgetary resources 1,197,779,000
	Amount proposed for rescission \$ 6,800,000
OMB Identification code: 75-0849-0-1-550	Legal authority (In addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification: The central mission of the National Cancer Institute is to develop the means of reducing the incidence of morbidity from cancer through a broad range of basic and applied research, control, and resource development activities. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The proposed rescission would reduce the number of research grants by 74, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
1,190,433	1,187,101	3,332	3,468	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Public Health Service
National Institutes of Health
National Heart, Lung and Blood Institute

Of the funds made available under this head in Public Law 99-178,
\$11,469,000 are rescinded.

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Rescission Proposal No: R86-33

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services Bureau: National Institutes of Health Appropriation title and symbol:	New budget authority..... \$859,239,000 (P.L. 99-178) Other budgetary resources -37,616,000 Total budgetary resources \$21,623,000
National Heart, Lung and Blood Institute	Amount proposed for rescission \$ 11,469,000
7560872 OMB identification code:	Legal authority (in addition to sec. 1012):
75-0872-0-1-550 Grant program:	☐ Antideficiency Act
☐ Yes ☒ No	☐ Other
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This program provides Federal support for research and research training in the areas of heart, lung, blood vessel, and blood diseases. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The proposed rescission would reduce the number of research grants by 69, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
853,792	848,747	5,045	6,424	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Public Health Service
National Institute of Arthritis, Diabetes, and Digestive
and Kidney Diseases

Of the funds made available under this head in Public Law 99-178, \$7,980,000
are rescinded.

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Rescission Proposal No: R86-35

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$433,362,000 (P.L. 99-178)
Bureau: National Institutes of Health	Other budgetary resources -18,903,000
Appropriation title and symbol: National Institute of Neurological and Communicative Disorders and Stroke	Total budgetary resources \$414,459,000
7560886	Amount proposed for rescission \$ 9,554,000
CMS identification code: 75-0886-0-1-550	Legal authority (in addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification: This program provides Federal support for research and research training in the areas of neurological and communicative disorders and strokes. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The proposed rescission would reduce the number of research grants by 48, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
418,000	413,796	4,204	5,350	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Public Health Service
National Institutes of Health
National Institute of Allergy and Infectious Diseases

Of the funds made available under this head in Public Law 99-178, \$1,513,000
are rescinded.

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Rescission Proposal: 886-36

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$ <u>383,452,000</u> (P.L. <u>99-172</u>)
Bureau: National Institutes of Health	Other budgetary resources <u>-16,709,000</u>
Appropriation title and symbol: National Institute of Allergy and Infectious Diseases	Total budgetary resources \$ <u>366,743,000</u>
7560885	Amount proposed for rescission \$ <u>1,513,000</u>
OMB identification code: 75-0885-0-1-550	Legal authority (in addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This program provides Federal support for research and training in immunology, allergic and immunologic diseases and in microbiology and infectious diseases. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The proposed rescission would reduce the number of research grants by 62, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
373,446	372,720	726	787	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Public Health Service
National Institutes of Health
National Institute of General Medical Sciences

Of the funds made available under this head in Public Law 99-178, \$7,358,000
are rescinded.

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Rescission Proposal: R86-37

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$514,765,000 (P.L. 99-178)
Bureau: National Institutes of Health	Other budgetary resources <u>-22,372,000</u>
Appropriation title and symbol: National Institute of General Science Medical Sciences	Total budgetary resources <u>\$492,393,000</u>
7560R51	Amount proposed for rescission <u>\$ 7,358,000</u>
OMB Identification code: 75-0851-0-1-550	Legal authority (in addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year _____ (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This program provides Federal support for biomedical research and research training in the areas of cellular and molecular basis of disease, genetics, pharmacological sciences, physiology, biophysics, physiological sciences, and minority access to research careers. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The proposed rescission would reduce the number of research grants by 162, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
491,311	488,000	3,311	4,047	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Public Health Service
National Institutes of Health
National Institute of Child Health and Human Development

Of the funds made available under this head in Public Law 99-178, \$1,150,000
are rescinded.

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Rescission Proposal: R86-18

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Health and Human Services Bureau: National Institutes of Health Appropriation title and symbol: National Institute of Child Health and Human Development 7560844	New budget authority..... \$321,796,000 (P.L. 93-178) Other budgetary resources -14,053,000 Total budgetary resources \$307,743,000 Amount proposed for rescission \$ 1,150,000
OMB Identification code: 75-0844-0-1-550 Grant program: ☐ Yes ☒ No	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year _____ ☐ No-Year _____ (expiration date)	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This program provides Federal support for research and research training in maternal and child health and in population sciences. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The proposed rescission would reduce the number of research grants by 16, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
313,683	313,183	560	450	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Public Health Service

National Institutes of Health

National Eye Institute

Of the funds made available under this head in Public Law 99-178, \$9,224,000
are rescinded.

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Rescission Proposal: RS6-39

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Health and Human Services	New budget authority..... \$195,094,000 (P.L. 99-178)
Bureau: National Institutes of Health	Other budgetary resources ~\$490,000
Appropriation title and symbol:	Total budgetary resources \$186,604,000
National Eye Institute	Amount proposed for rescission \$ 5,224,000
7560887	
OMB Identification code:	Legal authority (in addition to sec. 1012):
75-0887-0-1-550	☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This program provides Federal support for research and research training in the areas of eye diseases and visual disorders. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effects: The proposed rescission would reduce the number of research grants by 27, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
178,279	175,929	2,350	2,874	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Public Health Service

National Institutes of Health

National Institute on Aging

Of the funds made available under this head in Public Law 99-178, \$2,679,000
are rescinded.

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Rescission Proposal: R86-40

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$156,491,000 (P.L. 99-178)
Bureau: National Institutes of Health	Other budgetary resources -6,868,000
Appropriation title and symbol: National Institute on Aging	Total budgetary resources \$149,623,000
7560843	Amount proposed for rescission \$ 2,679,000
OMB Identification code: 75-0843-0-1-550	Legal authority /in addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification: This program provides Federal support for research and research training in the area of aging. Funds for research project grants in excess of the 1986 President's Budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: The proposed rescission would reduce the number of research grants by 24, thus insuring a smooth transition from the 1985 NIH total of 18,357 to the 18,000 NIH grant total requested in the President's 1987 budget. In addition, the rescission would result in this Institute's share of an NIH-wide 4.5% average increase in the cost of a grant.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
133,882	132,736	1,546	1,133	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Public Health Service

National Institutes of Health

Office of the Director

Of the funds made available under this head in Public Law 99-178, \$23,055,000
are rescinded.

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Rescission Proposal No: R86-41

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$116,992,000 (P.L. 99-178)
Bureau: National Institutes of Health	Other budgetary resources -5,033,000
Appropriation title and symbol: Office of the Director 7560846	Total budgetary resources 111,959,000
OMB Identification code: 75-0846-0-1-550	Amount proposed for rescission \$ 23,055,000
Grant program: ☐ Yes ☒ No	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: The Office of the Director provides overall administration to the National Institutes of Health through centralized services, policy development, and program coordination. Funds in excess of the 1986 President's budget request are being proposed for rescission to help achieve the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985. The following items are affected (in thousands of dollars):

Acquired Immune Deficiency Syndrome (AIDS).....	\$13,915
Research Centers in Minority Institutions (RCMI and Academic Research Enhancement Award (AREA).....	9,140
Total.....	23,055

Estimated Program Effect: The rescission of AIDS funds will not affect on going projects, but new initiatives will be reduced in scope and some proposed projects will not be funded. The rescission of funds for RCMI/AREA grants will reduce the number of projects selected for funding.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
52,324	35,263	17,061	5,994	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
Alcohol, Drug Abuse, and Mental Health Administration
Alcohol, drug abuse, and mental health

Of the funds made available under this head in Public Law 99-178,
\$39,718,000 are rescinded.

Rescission Proposal No: R86-42

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$968,860,000 (P.L. 99-178)
Bureau: Alcohol, Drug Abuse, and Mental Health Administration	Other budgetary resources -38,669,000
Appropriation title and symbol:	Total budgetary resources 930,191,000
Alcohol, drug abuse, and mental health	Amount proposed for rescission \$ 39,718,000
7561361	
75X1361	
OMB Identification code:	Legal authority (in addition to sec. 1012):
75-1361-0-1-550	☐ Antideficiency Act
Grant program:	☐ Other
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This program provides Federal support for research and research training in the areas of alcohol, drug abuse, and mental health. Amounts are being proposed for rescission that are in excess of the 1986 President's Budget to achieve the goals of the Balanced Budget and Emergency Deficit Control Act of 1985. Reductions are proposed for the following items (in thousands of dollars):

General Mental Health:

Planning and demonstration.....	\$11,008
Training.....	19,140
Protection and advocacy.....	9,570
Total.....	39,718

Estimated Program Effect: The community support demonstrations are completed and further Federal support is not required. The clinical training program has built a national training capacity which will continue without further Federal support. The administration believes that States have the capacity to monitor care for the mentally ill.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
902,487	882,474	20,013	19,705	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Health Care Financing Administration

Program management

Of the funds made available under this head in Public Law 99-178, \$912,000 are rescinded: Provided, That not to exceed \$1,079,296,000 shall be transferred to this appropriation as authorized by section 201(g) of the Social Security Act, from the Federal Hospital Insurance and the Federal Supplementary Medical Insurance Trust Funds.

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Rescission Proposal No: R86-43

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services Bureau: Health Care Financing Administration		New budget authority.....\$ <u>89,533,000</u> (P.L. 93-178)
Appropriation title and symbol: Program management <u>1/</u> 75660511		Other budgetary resources <u>1,176,206,000</u> Total budgetary resources <u>1,265,739,000</u>
OMB identification code: <u>75-0511-0-1-550</u>		Amount proposed for rescission \$ <u>912,000</u>
Grant program: ☒ Yes ☐ No		Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year		Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This account funds research, medicare contractors, State certification, and administrative costs. This rescission is being proposed to achieve the deficit reduction goals of the President and of the Balanced Budget and Emergency Deficit Control Act of 1985. Reductions are proposed for the following items (in thousands of dollars):

Medicare Contractor Activity.....	\$2,069
Funding for claims payment will be reduced.	
Research Activity.....	<u>7,332</u>
The rescission would result in a reduction in new awards amounting to \$2.3 million for Alternative Payment Systems, \$.9 million for Hospital Payment Systems, and \$4.1 million for Program Analysis Evaluation and Quality of Care.	
Total savings.....	9,401
Reduced trust fund transfer.....	-8,489
Amount proposed for rescission.....	912

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Estimated Program Effect: Funding for lower priority programs will be reduced.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
86,345	85,725	620	292	---	---	---	---

1/ This account is the subject of a related deferral (D86-57).

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Office of Refugee Resettlement

Refugee and entrant assistance

Of the funds made available in section 101(j) of Public Law 99-160 for
refugee and entrant assistance activities under the provisions of title IV
of the Immigration and Nationality Act, \$87,551,000 are rescinded.

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Rescission Proposal No: RA6-44

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services Bureau: Office of Refugee Resettlement Appropriation title and symbol: Refugee and entrant assistance 7560473	New budget authority..... \$427,861,000 (P.L. 99-192) Other budgetary resources <u>-18,398,000</u> Total budgetary resources: <u>409,463,000</u> Amount proposed for rescission <u>\$ 87,551,000</u>
OMB Identification code: 75-0473-01-609 Grant program: ☒ Yes ☐ No	Legal authority (in addition to sec. 1012): ☒ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) _____ ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justifications: This program provides funding to assist in the refugee settlement process. Services include cash and medical assistance, English and vocational training, educational assistance, and health screening. States are subsidized for administering the refugee assistance program. Amounts proposed for rescission (pursuant to 31 U.S.C. 1512 - the Antideficiency Act) are in excess of any ability to use them effectively. Reductions are proposed for the following items (in thousands of dollars):

State administered programs - social services...	73,815
Targeted assistance.....	47,850
Educational assistance.....	15,886
Total.....	<u>87,551</u>

Recent funding under continuing resolutions has resulted in maintaining resources at a higher than necessary level in the face of declining refugee flows.

Estimated Program Effect: None. Remaining social services funding will be sufficient to provide services for recent arrivals who are most in need. The targeted assistance program has already accumulated resources sufficient to address any backlogs of need -- 1986 targeted assistance grants are expected to last well into 1987. The educational assistance program has put in place the capacity necessary to meet the needs of refugee students.

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
413,143	397,850	20,293	44,620	22,008	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Human Development Services

Human development services

Of the funds made available under this head in Public Law 99-178, \$24,980,000 are rescinded, and in addition, \$5,000,000 are rescinded from available balances from prior year appropriations for Child Abuse Challenge Grants.

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Rescission Proposal No. R86-45

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$2,015,922,000 (P.L. 98-178)
Bureau: Human Development Services	Other budgetary resources -81,685,000
Appropriation title and symbol: Human development services 7561636 75X1636	Total budgetary resources \$1,934,237,000 Amount proposed for rescission \$ 29,980,000
OMB Identification code: 75-1636-0-1-506	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Grant program: ☒ Yes ☐ No	
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This account funds human development services activities, including Head Start, child abuse state grants, Title III services and meals for senior citizens, state grants and advocacy for developmental disabilities, and financial assistance for native Americans. Amounts are being proposed for rescission that are in excess of requirements for several existing human development services activities and for duplicative new categorical programs. Reductions are proposed for the following items (in thousands of dollars):

1985 appropriation:

Child abuse challenge grants.....	\$5,000
-----------------------------------	---------

1986 appropriation:

Child abuse discretionary activities.....	3,296
Dependent care.....	4,785
Aging research training and discretionary projects.....	11,425
Developmental disabilities program.....	3,943
Native American discretionary activities.....	1,531
	<u>29,980</u>

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Estimated Program Effects:

1. Child abuse challenge grants - The rescission would eliminate this new categorical program for which no grants have been made.
2. Child abuse discretionary - All categories of grants currently being funded will continue to be funded, but less will be spent in each category.
3. Dependent care - The rescission would eliminate this new categorical program for which no grants have been made.
4. Aging research training and discretionary activities - The number of grant awards will be decreased, but with careful analysis selected grants will be of the highest quality.
5. Development disabilities - For state grants, protection and advocacy, and University Affiliated grants, 1985 levels would be continued. The Special projects program would be eliminated.
6. Native American programs - Discretionary activities would be eliminated as a separate line item. Similar activities would be carried out under the financial grant program.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
1,928,211	1,921,522	6,689	20,496	2,795	---	---	---

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Human Development Services

Family social services

Of the funds made available under this head in Public Law 99-178,
\$6,157,000 are rescinded.

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Rescission Proposal No: R86-46

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services Bureau: Human Development Services Appropriation title and symbol: Family social services 7561645	New budget authority..... \$777,237,000 (P.L. 98-178) Other budgetary resources -16,407,000 Total budgetary resources 760,830,000 Amount proposed for rescission \$ 6,157,000
OMB Identification code: 75-1645-0-1-506 Grant program: ☒ Yes ☐ No	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This account funds family social services activities, including foster care, adoption assistance, child welfare services, child welfare training, adoption opportunities, and child welfare research and demonstration. Amounts are being proposed for rescission that are in excess of requirements for research and demonstration activities and adoption opportunities. Reductions are proposed for the following items (in thousands of dollars):

Adoption opportunities.....	\$3,385
Child welfare research and development	2,772
Total.....	6,157

Estimated Program Effect: The rescission will return both programs to the 1986 President's Budget request level. All categories of grants currently made will continue to be made, but the number of grants in each category will be decreased from the number without the rescission.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
754,119	752,703	1,416	4,504	237	---	---	---

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Human Development Services

Work incentives

Of the funds made available under this head in Public Law 99-178,
\$45,884,000 are rescinded.

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Rescission Proposal No. R86-47

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$220,000,000 (P.L. 94-178)
Bureau: Human Development Services	Other budgetary resources _____
Appropriation title and symbol:	Total budgetary resources 220,000,000
Work Incentives	Amount proposed for rescission \$ 55,000,000
7561639	
OMB identification code:	Legal authority (in addition to sec. 1012):
75-1639-0-1-504	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date) _____	☐ Contract authority
☐ No-Year	☐ Other _____

Justification: The work incentive (WIN) program was designed to encourage and assist individuals receiving support from the aid to families with dependent children (AFDC) program to achieve self-support through a program of employment, training, and support services. Repeated studies of WIN have shown that it is not a cost-effective program. This rescission will eliminate new financing for the program in the last quarter of FY 1986. The program will be phased out with unexpended carryover funds. Fiscal restraint requires that marginal and ineffective programs be constrained or eliminated, especially where alternative programs are in operation.

Estimated Program Effect: AFDC recipients may use programs financed under the Social Services Block Grant and the Job Training Partnership Act (which requires equitable services to AFDC recipients) for job-finding, job training, and social services in lieu of identical services previously provided by WIN.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
217,382	179,707	37,675	7,328	881	---	---	---

Note - \$9,116,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 95-177. The current proposed rescission is \$45,884,000.

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Office of Community Services

Community services block grants

Of the funds made available under this head in Public Law 99-178,
\$182,138,500 are rescinded.

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Rescission Proposal No: R86-48

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services Bureau: Office of Community Services Appropriation title and symbol:	New budget authority..... <u>\$370,300,000</u> (P.L. 99-178) Other budgetary resources <u>-15,923,000</u> Total budgetary resources <u>354,377,000</u>
Community services block grant 7561635	Amount proposed for rescission <u>\$102,130,500</u>
OMB identification code: 75-1635-0-1-506 Grant program:	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
☒ Yes ☐ No	
Type of account or fund: ☒ Annual ☐ Multiple-year _____ (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: The Community services block grant (CSBG) funds community services activities and Federal administration block grants. The proposed rescission for this non-entitlement program is based on the following: most of the CSBG funds allocated to the States are used to administer other Federal programs which already have their own built-in administrative overhead allowances; other CSBG funds allocated to the States are used for direct services to the poor that duplicate the kinds of services funded under the Social Services Block Grant (SSBG); and approximately 9% of the CSBG is used for direct Federal grants to some 75-80 organizations operating projects that duplicate those funded by other Federal agencies such as the Departments of Housing and Urban Development, Agriculture, and Labor, and the Environmental Protection Agency.

Estimated Program Effect: Existing community action agencies (CAAs) could continue to function since the CSBG accounts, on average, for only 12% of CAA funding. 86% or \$2.4 billion of CAA funds, including money for salary and operating expenses, derives from other Federal funding authorities, with 2% supplied by State and local governments and the private sector.

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R86-48

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
357,091	233,189	123,902	53,807	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Office of Community Services

Community development credit union revolving loan fund

Of the funds available under this head, \$2,528,562 are rescinded.

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Rescission Proposal No: R86-49

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services Bureau: Office of Community Services Appropriation title and symbol: Community development credit union revolving loan fund 75X4441	New budget authority.... \$ (P.L. _____) Other budgetary resources <u>2,528,562</u> Total budgetary resources <u>2,528,562</u> Amount proposed for rescission <u>\$ 2,528,562</u>
OMB Identification code: 75-4441-0-3-452 Grant program: ☐ Yes ☒ No	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: Because no new direct loans or loan guarantees are planned from this fund in 1986 or 1987, the unobligated balances are proposed for rescission and return to the Treasury general fund.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without	With						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
-500	-500	---	---	---	---	---	---

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DEPARTMENT OF HEALTH AND HUMAN SERVICES

Departmental Management

General departmental management

Of the funds made available under this head in Public Law 99-178, \$19,619,000
are rescinded.

Rescission Proposal No: R86-50

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$144,449,000 (P.L. 99-178)
Bureau: Departmental Management	Other budgetary resources <u>27,283,000</u>
Appropriation title and symbol: General departmental management 7560120	Total budgetary resources <u>\$171,732,000</u> Amount proposed for rescission <u>\$ 19,619,000</u>
OMB identification code: 75-0120-0-609	Legal authority (in addition to sec. 1012):
Grant program: ☒ Yes ☐ No	☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This account funds leadership, policy or administrative guidance and services to components of the Department of Health and Human Services. Amounts are proposed for rescission for construction projects that are in excess of National Institutes of Health program needs (\$4,307,000). The rescission proposal also includes funds for demonstration on Acquired Immune Deficiency Syndrome (AIDS) health care services delivery, maintaining the Federal focus on AIDS control and research (\$15,312,000). Neither of these projects is consistent with the mission of General Department management.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings						
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991	
136,002	116,541	17,461	1,079	1,079	----	----	----	

DEPARTMENT OF HEALTH AND HUMAN SERVICES

Departmental Management

Policy research

Of the funds made available under this head in Public Law 99-17, \$220,000
are rescinded.

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Rescission Proposal No: R86-51

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$6,500,000 (P.L. 99-178)
Bureau: Departmental Management	Other budgetary resources 220,000
Appropriation title and symbol: Policy research 7560122	Total budgetary resources 6,720,000
	Amount proposed for rescission \$ 220,000
OMB Identification code: 75-0122-0-1-609	Legal authority (in addition to sec. 1012):
Grant program: ☒ Yes ☐ No	☐ Antideficiency Act
	☐ Other
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification: This activity supports research to develop new policy initiatives and improve existing HHS programs. This proposal would rescind funds for low priority social research projects in excess of the President's fiscal year 1986 Budget.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
8,183	8,082	101	83	25	---	---	---

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Housing Programs

Annual contributions for assisted housing

Of the budget authority provided under this head in Public Law 99-160, \$4,413,430,643 are rescinded, of which \$143,550,000 are rescinded from funds available for rental rehabilitation and development grants pursuant to section 17(a)(1) of the United States Housing Act of 1937, as amended (42 U.S.C. 1437o): Provided, That of the balances of budget authority provided under this head in Public Law 99-160, and in lieu of the provisions of the second and ninth provisos thereof, \$80,731,140 shall be for assistance in financing the development or acquisition cost of public housing; \$458,325,000 shall be for modernization of existing public housing projects pursuant to section 14 of such Act (42 U.S.C. 1437l); \$12,810,000 shall be for assistance for projects developed for the elderly or handicapped under section 202 of the Housing Act of 1959, as amended (12 U.S.C. 1701g); \$184,462,500 shall be for the section 8 existing housing program, \$102,853,890 shall be for the section 8 moderate rehabilitation program, and \$1,115,207,500 shall be for the housing voucher program under section 8(o) of the United States Housing Act of 1937, as amended (42 U.S.C. 1437f); Provided further, That notwithstanding any provision under this heading in Public Law 99-160, all amounts of budget authority (and contract authority) equal to the amounts of such budget authority (and contract authority) which are recaptured during fiscal year 1986 from amounts provided for assistance payments under section 235 of the National Housing Act and for development grants under

section 17(a)(1)(B) of the United States Housing Act of 1937, shall be rescinded.

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Rescission Proposal No: R86-52

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Housing and Urban Development	New budget authority.....\$ <u>9,815,607,781</u> (P.L. 99-160)
Bureau: Housing Program	Other budgetary resources <u>918,498,386</u>
Appropriation title and symbol: Annual contributions for assisted housing <u>1/</u> <u>86X0164</u>	Total budgetary resources <u>\$10,734,106,167</u>
	Amount proposed for rescission <u>\$ 4,416,131,175</u>
OMB identification code: 86-0164-0-1-999	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Grant program: ☒ Yes ☐ No	
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Coverage:

<u>Appropriation</u>	<u>Symbol</u>	<u>OMB Identification Code</u>	<u>Rescission Proposal</u>
Annual contributions for assisted housing:			
Budget authority.....	86X0164	86-0164-0-1-999	\$4,269,880,642
Contract authority.....	86X0164	86-0164-0-1-999	640,533
Rental housing development grants..	864/60164	86-0164-0-1-999	(
	865/60164	86-0164-0-1-999	(73,855,000
	8660164	86-0164-0-1-999	(
Rental rehabilitation grants programs.....	864/60164	86-0164-0-1-999	(71,755,000
	865/60164	86-0164-0-1-999	(
	8660164	86-0164-0-1-999	(
Total.....			\$4,416,131,175

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Justification: This account funds subsidized housing programs such as section 8 lower-income housing, and public and Indian housing development. The President's budget proposes to fund 50,000 housing vouchers in 1986, in lieu of mix of activities presumed in the 1986 HUD-Independent Agencies Appropriations Act. Because vouchers require less budget authority than the new construction and the 15-year section 8 existing programs that vouchers will replace, the \$4.4 billion in budget authority is no longer necessary. The rescission package also includes a rescission of \$143,550,000 of new budget authority for the Rental Housing Development program (HODAG) and the Rental Rehabilitation grant programs and an estimated additional \$2 million rescission of recoveries of prior year obligations. HODAG is an expensive means to house very low-income households relative to housing vouchers and unnecessary as a housing stimulus program for moderate- and upper-income persons in a time when national vacancy rates are at their highest levels in 18 years. Continued spending for rental rehabilitation grants cannot be justified in the current atmosphere of budget restraint, especially when the program's purpose can be achieved by other programs like the Community Development Block Grant program and through market forces.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without	With						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
10,206,876	10,164,219	42,657	63,389	44,707	60,275	104,002	117,200

1/ This account is the subject of deferrals in 1986 (D86-41, D86-42, D86-43, and D86-47).

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DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Housing Programs

Congregate services

Of the funds made available under this head in Public Law 99-160, \$2,555,477
are rescinded.

Rescission Proposal No: R86-51

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 97-344

Agency: Department of Housing and Urban Development	New budget authority.... \$2,670,300 (P.L. 94-160)
Bureau: Housing Program	Other budgetary resources 2,887,961
Appropriation title and symbol:	Total budgetary resources \$5,560,261
Congregate services 86X0178 865/60178 866/70178	Amount proposed for rescission \$2,555,477
OMB identification code: 86-0178-0-1-604	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☒ Multiple-year Sept. 30, 1986 Sept. 30, 1987 (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: This demonstration program tested whether contracting directly with local public housing agencies and section 202 Housing for the elderly or handicapped sponsors was more effective than Department of Health and Human Services and other social services programs. It included meal services and essential support services. The demonstration has been concluded and no further resources are required. The results of the demonstration were inconclusive.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
5,900	5,400	---	1,022	1,278	255	---	---

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DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Housing Programs

Housing counseling assistance

Of the funds made available under this head in Public Law 99-160,
\$3,312,656 are rescinded.

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Rescission Proposal No: R86-54

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Housing and Urban Development	New budget authority..... \$3,461,500 (P.L. 99-160)
Bureau: Housing Programs	Other budgetary resources -148,844
Appropriation title and symbol: Housing counseling assistance 8660156	Total budgetary resources 3,312,656
	Amount proposed for rescission \$3,312,656
CMS Identification code: 86-0156-0-1-506	Legal authority (in addition to sec. 1012):
Grant program: ☒ Yes ☐ No	☐ Antideficiency Act
	☐ Other
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification: The Housing counseling assistance program provides comprehensive housing counseling services to eligible homeowners or tenants, including default, prepurchase and renter counseling. This rescission is proposed to effect outlay savings consistent with deficit reduction policies included in the Balanced Budget and Emergency Control Act of 1985.

Estimated Program Effect: Funds will not be provided from this program to support comprehensive counseling assistance. However, communities may use their Community Development Block Grant funds for counseling assistance.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
3,500	3,500	---	3,713	---	---	---	---

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DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Community Planning and Development

Urban development action grants

Of the funds made available under this head in Public Law 99-160, \$206,377,639 are rescinded; in addition, amounts previously appropriated, and subsequently deobligated but not reobligated before February 7, 1986, for grants to carry out urban development action grant programs authorized in section 119 of the Housing and Community Development Act of 1974, as amended (42 U.S.C. 5301), pursuant to section 103 of that Act that are in excess of amounts required to fund projects which have received preliminary approval (in accordance with regulations promulgated by the Department of Housing and Urban Development) before February 7, 1986, are rescinded; and in addition, amounts deobligated after February 7, 1986 are rescinded.

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Rescission Proposal No: R86-55

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Housing and Urban Development	New budget authority..... \$330,000,000 (P.L. 99-160)
Bureau: Community Planning and Development	Other budgetary resources <u>153,998,675</u>
Appropriation title and symbol: Urban development action grants <u>1/</u>	Total budgetary resources <u>483,998,675</u>
863/60170, 864/70170 865/80170, 866/90170	Amount proposed for rescission <u>\$220,061,959</u>
OMB identification code: 86-0170-0-1-451	Legal authority (in addition to sec. 1012):
Grant program: ☒ Yes ☐ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual Sept. 30, 1986	☒ Appropriation
☐ Multiple-year Sept. 30, 1987	☐ Contract authority
☒ Multiple-year Sept. 30, 1988 (expiration date)	☐ Other _____
☐ No-Year Sept. 30, 1989	

Justification: This account makes grants to cities and urban counties to attempt to stimulate economic development activity. The administration doubts whether these grants actually perform this function efficiently and whether it is appropriate to continue a program of this type in the current environment of intense budget restraint. This rescission is proposed to effect outlay savings consistent with the deficit reduction goals of the Balanced Budget and Emergency Deficit Control Act of 1985 and this administration's spending priorities.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
499,290	488,300	10,990	44,010	50,460	50,459	50,459	---

1/ This account is also the subject of a deferral (D86-49).

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DEPARTMENT OF THE INTERIOR
Bureau of Land Management
Land acquisition

Of available funds provided for equalization payments in connection with
land exchanges pursuant to the Navajo-Hopi Relocation Act, as amended,
\$3,000,000 are rescinded.

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Rescission Proposal No: RS4-96

PROPOSED RESCISSION OF BUDGET AUTHORITY
 Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$2,300,000 (P.L. 99-190)
Department of the Interior	Other budgetary resources 4,402,455
Bureau:	Total budgetary resources 6,902,453
Bureau of Land Management	
Appropriation title and symbol:	Amount proposed for rescission \$3,000,000
Land acquisition	
14X5033	
OMB Identification code:	Legal authority (in addition to sec. 1012):
14-5033-0-2-302	☒ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This account provides for acquiring lands or interests in lands when necessary for public recreation use and other appropriate uses that are essential to improving management of the public lands. Unobligated balances from funds provided in fiscal year 1984 for equalization payments in connection with land exchanges to be carried out under the Navajo-Hopi Relocation Act, as amended, are no longer needed for those payments. All required land exchanges have been completed, and these funds are not needed for the purposes for which they were provided. This rescission proposal is made pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None**Outlay Effect** (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
3,114	114	3,000	---	---	---	---	---

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DEPARTMENT OF THE INTERIOR
Fish and Wildlife Service
Land acquisition

Of the funds made available under this head in Public Law 99-190,
\$4,951,000 are rescinded.

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Rescission Proposal No: R86-57

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$40,670,000 (P.L. 99-190)
Department of the Interior	Other budgetary resources <u>31,709,191</u>
Bureau:	Total budgetary resources <u>72,379,191</u>
Fish and Wildlife Service	
Appropriation title and symbol:	Amount proposed for rescission <u>\$ 4,951,000</u>
Land acquisition	
14X5020	
OMB Identification code:	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
14-5020-0-2-303	☐ Other _____
Grant program:	☐ Yes ☒ No
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justifications: These funds are used to acquire areas which have important fish and/or wildlife values and provide natural resource benefits over a broad geographical area. A rescission of \$4,951,000 is proposed for two low priority land acquisition projects. This amount includes \$4,000,000 for Tortuguero Lagoon (PR) and \$951,000 is for Bon Secour (AL). Funding for these acquisitions can be eliminated without significant impact.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
50,800	47,829	2,971	1,980	---	---	---	---

DEPARTMENT OF THE INTERIOR
National Park Service
Construction

Of the funds made available under this head in Public Law 99-190,
\$8,713,000 are rescinded, and in addition, \$4,900,000 are rescinded from
available balances of prior year appropriations.

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Rescission Proposal No: D86-58

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of the Interior	New budget authority..... \$ <u>108,558,274</u> (P.L. <u>93-190</u>)
Bureau: National Park Service	Other budgetary resources <u>117,775,848</u>
Appropriation title and symbol: Construction 14X1039	Total budgetary resources <u>226,334,122</u>
	Amount proposed for rescission \$ <u>13,613,000</u>
OMB identification code: 14-1039-0-1-303	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justifications: This account funds construction projects in national parks (highways, bridges, cultural resources, operational facilities). Emergency repairs and planning are also funded. This rescission is proposed to withdraw 1986 appropriations for construction projects regarded to be of lower priority and prior year appropriations for a project which has been cancelled at Fort Sumter National Monument.

Estimated Program Effects: Low priority construction projects will be postponed or cancelled.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
104,880	103,177	1,703	3,502	3,986	3,159	1,263	---

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DEPARTMENT OF THE INTERIOR
National Park Service
Land acquisition and State assistance

Available balances of the contract authority provided for fiscal year 1986 by 16 U.S.C. 460L-10a are rescinded; and in addition, of the funds made available under this head in Public Law 99-190, \$55,207,000 are rescinded.

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Rescission Proposal No: R86-59

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	(16 U.S.C. 460L-10a)
Department of the Interior	New budget authority..... \$128,400,000
Bureau	(P.L. 99-190)
National Park Service	Other budgetary resources 154,754,161
Appropriation title and symbol:	Total budgetary resources 283,154,161
Land acquisition and State assistance 1/	Amount proposed for rescission \$ 83,917,000
14X5035	
OMB Identification code:	Legal authority (in addition to sec. 1012):
14-5035-0-2-303	☐ Antideficiency Act
Grant program:	☐ Other
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual 2/	☒ Appropriation
☐ Multiple-year (expiration date)	☒ Contract authority 2/
☒ No-Year	☐ Other

Justifications: This appropriation provides (1) funds to acquire land for inclusion in the National Park system, and (2) grants to States for outdoor recreation purposes. Under existing law (16 U.S.C. 460L-10a), \$30 million in contract authority is made available each fiscal year for use as an anti-cost escalation measure in purchasing authorized Federal recreation land. This authority was last used in 1969 and 1970, and there are no plans to use it in the future. The contract authority lapsed in fiscal years 1971-1981 and was rescinded by congressional action for 1982 (P.L. 97-257), 1983 (P.L. 98-63), 1984 (P.L. 98-396) and 1985 (P.L. 99-88). Consequently, the \$28,710,000 in 1986 contract authority remaining after reductions pursuant to P.L. 99-177 is proposed for rescission. The Administration is also requesting that Congress permanently terminate the availability of this contract authority. In addition, the rescission proposes to effect savings (\$19,306,000) by withdrawing 1986 appropriations for low priority projects and part of the funds (\$35,901,000) appropriated for State grants. This is consistent with the Administration's position that the cost of State programs should be borne by the States and based on the States' priorities.

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Estimated Program Effect:

1. Low priority acquisition projects will not be undertaken (\$19,306,000)
2. Grants for States will be reduced by \$35,901,000
3. Contract authority - none

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
186,921	173,542	13,379	11,041	30,787	---	---	---

- 1/ This account was also subject to a similar rescission proposal in 1985 (R85-146).
- 2/ A portion of the funding proposed for rescission is non-grant contract authority with a one-year availability.

DEPARTMENT OF THE INTERIOR

National Park Service

Historic preservation fund

Of the funds made available under this head in Public Law 49-190, \$10,523,330
are rescinded.

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Rescission Proposal No: R86-60

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority..... \$24,945,000 (P.L. 99-140)
Department of the Interior	Other budgetary resources <u>-1,215,670</u>
Bureau:	Total budgetary resources <u>\$23,729,330</u>
National Park Service	
Appropriation title and symbol:	Amount proposed for rescission <u>\$18,523,330</u>
Historic preservation fund	
146/75140	Legal authority (in addition to sec. 1012):
OMB identification code:	☐ Antideficiency Act
14-5140-0-2-303	☐ Other _____
Grant program:	
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☒ Multiple-year Sept. 30, 1987 (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Justification: This program funds State historic preservation grants and the National Trust for Historic Preservation. This proposal would rescind funds appropriated for State grants and to the National Trust for Historic Preservation. It is consistent with the Administration's position that the cost of the State programs should be borne by the States based on the States' priorities for these activities. The amounts proposed to be rescinded do not include amounts committed under the Continuing Resolution prior to enactment of Public Law 99-190.

Estimated Program Effect: Grants to States and to the National Trust for Historic Preservation will be reduced.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
24,712	18,044	6,468	5,557	6,248	---	---	---

DEPARTMENT OF JUSTICE
Federal Prison System
National Institute of Corrections

Of the funds made available under this head in Public Law 99-180, \$3,315,000
are rescinded.

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Rescission Proposal No: R84-61

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Justice	New budget authority..... \$11,000,000 (P.L. 99-180)
Bureau: Federal Prison System	Other budgetary resources <u>4,584,158</u>
Appropriation title and symbol: National Institute of Corrections <u>1/</u> 15X1004	Total budgetary resources <u>15,584,158</u>
	Amount proposed for rescission \$ <u>3,315,000</u>
OMB Identification code: 15-1004-0-1-754	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
Grant program: ☒ Yes ☐ No	☐ Other _____
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: The National Institute of Corrections awards contracts and grants to provide technical assistance to requesting correctional organizations; to maintain an information service to provide information on the latest developments, research results, et cetera, in the field of corrections; to provide training to the correctional community; to improve systems and skills; and to conduct limited research and evaluation of correctional activities. Unobligated grant funds from prior years totaling \$3,315,000 are proposed to be rescinded. In light of the increasing Federal deficit, the Federal Government can no longer afford to fund programs to benefit State and local governments at the same level as in the past. The remaining funds are adequate to carry out the National Institute of Corrections' mission.

Estimated Program Effect: Lower priority programs will not be funded.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
19,356	16,041	3,315	---	---	---	---	---

1/ A rescission was proposed for this account in 1985 (R85-160).

DEPARTMENT OF JUSTICE
Office of Justice Programs
Justice assistance

Of the funds made available under this head in Public Law 99-180, \$122,109,000 are rescinded, of which \$5,000,000 are rescinded from funds available for grants to states for their expenses of incarcerating Mariel Cubans; in addition, \$12,557,351 are rescinded from other available balances.

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Rescission Proposal No: R86-62

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of Justice	New budget authority..... \$203,982,000 (P.L. 93-180)
Bureau: Office of Justice Programs	Other budgetary resources <u>62,755,212</u>
Appropriation title and symbol: Justice assistance 1/ 15X0401 1560401	Total budgetary resources <u>266,737,212</u>
OMB Identification code: 15-0401-0-1-754	Amount proposed for rescission \$ <u>140,393,351</u>
Grant program: ☒ Yes ☐ No	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Coverage:

Appropriation	Symbol	OMB Identification Code	Amount Proposed for Rescission
Justice assistance...	15X0401	15-0401-0-1-754	\$135,393,351
Justice assistance...	1560401	15-0401-0-1-754	5,000,000
			<u>\$140,393,351</u>

Justifications: The Justice Assistance appropriation provides for activities authorized by the Juvenile Justice and Delinquency Prevention Act, Missing Children's Assistance Act, and Justice Assistance Act. In order to meet the goals of the Balanced Budget and Emergency Deficit Control Act of 1985 for 1987, it is necessary to rescind obligational authority in 1986 for programs which have a significant impact on outlays in 1987. About 50 percent of the

Justifications (continued)

Budget authority for these programs would be outlayed in 1987. Three major programs are being proposed for rescission. The first, juvenile justice grants, has already accomplished its major program objectives, as established by the authorizing legislation -- i.e., separation of adult from juvenile offenders and deinstitutionalization of status offenders. The second program, State and local assistance grants, funds projects that are beneficial only to particular State or local communities, and should, therefore, be funded by those communities rather than by the Federal Government. The third program (\$5 million) will reduce the reimbursement to 16 states for part of the costs of incarcerating Mariel Cubans.

Estimated Program Effect: These rescission requests will result in a reduction of grant funds to the Criminal and Juvenile Justice Systems. However, their termination will have negligible impact on the Federal criminal justice program.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
207,062	167,165	39,897	63,540	31,229	---	---	---

1/ This account was the subject of a proposed rescission (R85-162) and a deferral (D85-60) in 1985.

Note - \$5,727,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$134,666,351.

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DEPARTMENT OF LABOR
Employment and Training Administration
Training and employment services

Of the funds made available under this head in Public Law 99-178, \$416,037,000 are rescinded: Provided, That notwithstanding section 251 of the Job Training Partnership Act, the Secretary of Labor shall allot the funds made available in Public Law 99-178 for the Summer Youth Employment and Training Program to specific geographic areas most in need of such programs as determined by the Secretary.

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PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: Department of Labor	New budget authority..... \$3,461,045,000 (P.L. 99-178)
Bureau: Employment and Training Administration	Other budgetary resources 2,420,000
Appropriation title and symbol:	Total budgetary resources \$3,463,465,000
Training and employment services 1/ 166/70174	Amount proposed for rescission \$ 534,786,000
OMB Identification code: 16-0174-0-1-504	Legal authority (In addition to sec. 1012):
Grant program: ☒ Yes ☐ No	☐ Antideficiency Act
	☐ Other
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☒ Multiple-year Sept. 30, 1987 (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This account funds a flexible and decentralized system of Federal and local programs of training and other services for economically disadvantaged persons, designed to lead to permanent gains in employment. Fiscal restraint requires reducing certain program levels and directing resources more effectively to areas most in need. Rescissions are proposed for Job Training Partnership Act (JTPA) programs for summer youth employment (\$207,976,000), the Job Corps (\$196,487,000), and for Native Americans, migrants, and veterans (\$2,004,000). A rescission of \$9,570,000 for a setaside for four service delivery areas under JTPA is proposed since it provides special financing above the levels these areas would receive under formula allocations contained in law. The Job Corps rescission will return the program to its capacity before it was increased during a time of fiscal stimulus by phasing out the most costly and least effective residential centers; summer youth job resources will be allocated to areas where youth unemployment is most serious.

Estimated Program Effect: Program levels will be reduced for the above JTPA programs, but remaining resources will be directed to areas with the greatest need for summer jobs for youth and to the most effective Job Corps centers located nearest to the target population.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>						
<u>Without</u>	<u>With</u>							
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>	
3,663,188	3,645,870	17,318	359,167	39,523	29	---	---	

1/ This account was the subject of a rescission proposal in 1985 (R85-164A).

Note - \$118,749,000 of the amount previously withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$416,037,000.

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DEPARTMENT OF TRANSPORTATION
Federal Railroad Administration
Rail service assistance

Of the funds made available under this head in Public Law 99-190,
\$14,355,000 are rescinded.

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Rescission Proposal No: RB6-64

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$20,200,000 (P.L. 99-190)
Department of Transportation	Other budgetary resources <u>33,285,310</u>
Bureau:	Total budgetary resources <u>53,485,310</u>
Federal Railroad Administration	
Appropriation title and symbol:	Amount proposed for rescission <u>\$15,000,000</u>
Rail service assistance 1/ 69X0122	
OMB Identification codes:	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
69-0700-0-1-401	☐ Other _____
Grant program: ☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: Local rail service assistance provides discretionary and formula grants to States for rail planning and track rehabilitation of light density branchlines. This rescission is proposed because the rail abandonment problems are local in nature and are more appropriately the responsibility of the State and local governments.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
51,179	45,924	5,455	4,019	4,881	---	---	---

1/ This account was the subject of a rescission proposal (RB5-181) and a deferral (DB5-49) in 1985.

Note - \$645,000 of the amount originally withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$14,355,000.

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HS6-65

DEPARTMENT OF TRANSPORTATION

Federal Railroad Administration

Northeast corridor improvement program

Of the funds made available under this head in Public Law 90-190,
\$11,962,000 are rescinded.

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Rescission Proposal No: R86-65

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority..... \$12,500,000 (P.L. 99-190)
Department of Transportation	Other budgetary resources 19,831,925
Bureau:	Total budgetary resources 32,331,925
Federal Railroad Administration	
Appropriation title and symbol:	Amount proposed for rescission \$12,500,000
Northeast corridor improvement program 1/ 69X0123	
GPO Identification code:	Legal authority (in addition to sec. 1012): ☐ Antideficiency Act
69-0123-0-1-401	☐ Other
Grant program:	
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This program provides for capital improvements for the rail line between Boston, MA and Washington, D.C. Appropriations of \$2.3 billion have been made through 1985 for this program, representing funding required to complete the necessary projects. This rescission is proposed because no additional funds are required. Sufficient unexpended balances are available to complete the remaining projects.

Estimated Program Effect: None

Outlay Effect: (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without	With						
Rescission	Rescission	1986	1987	1988	1989	1990	1991
192,120	191,400	720	3,230	5,620	2,392	---	---

1/ This account was the subject of a rescission proposal (R85-181) and a deferral (D85-50) in 1985.

NOTE - \$538,000 of the amount originally withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$11,962,000.

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DEPARTMENT OF TRANSPORTATION
Federal Railroad Administration
Railroad rehabilitation and improvement
Redeemable preference shares

All of the proceeds authorized to be expended under this head in Public
Law 99-190 are rescinded.

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Rescission Proposal No: R86-6A

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority..... \$33,400,000
Department of Transportation	(P.L. 93-190)
Bureau:	Other budgetary resources 12,923,715
Federal Railroad Administration	Total budgetary resources 46,423,715
Appropriation title and symbol:	
Railroad rehabilitation and improvement financing funds	Amount proposed for rescission \$33,500,000
69X4411	
OMB Identification code:	Legal authority (in addition to sec. 1012):
69-4411-0-3-401	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This program, which provides direct loans to private freight railroad companies, has served the purpose for which it was intended and should have expired at the end of 1985 as scheduled. The proposed rescission would eliminate the Redeemable Preference Share funding consistent with the President's 1986 budget proposal. The provision of low cost loans to rehabilitate railroad lines is no longer necessary in light of the improved health of the railroad industry and the availability of private sector loans.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
31,603	30,000	1,603	1,603	6,411	11,221	11,221	---

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Note - \$1,441,000 of the amount originally withheld for rescission is sequestered pursuant to P.L. 99-177. The current proposed rescission is \$32,059,000.

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DEPARTMENT OF TRANSPORTATION
Urban Mass Transportation Administration
Discretionary grants

The limitation on the use of contract authority included under this head in Public Law 99-190 is reduced to \$702,868,150; in addition, balances of limitations included in prior year limitations are reduced by \$223,600,000.

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Rescission Proposal No: 886-67

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$1,000,000,000 (P.L. 97-424)
Department of Transportation	Other budgetary resources \$11,812,260
Bureau: Urban Mass Transportation Administration	
Appropriation title and symbol:	Total budgetary resources \$1,611,812,260
Discretionary grants	Amount proposed for rescission \$ 521,274,850
69XS191	
OMB Identification code:	Legal authority (in addition to sec. 1012):
69-S191-0-7-401	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☐ Appropriation
☐ Multiple-year (expiration date)	☒ Contract authority
☒ No-Year	☐ Other _____

Justification: Section 3 of the Urban Mass Transportation Act of 1964, as amended, authorizes the Secretary of the Department of Transportation to make grants for the construction, acquisition, and rehabilitation of public transportation vehicles and facilities. Congress provided a total of \$3.45 billion in contract authority for 1984, 1985, and 1986, the obligation of which was limited to \$3.39 billion in the 1984, 1985, and 1986 appropriation acts. This limitation on section 3 obligations, according to the Appropriations Committees' Conference Reports for 1984, 1985 and 1986, includes \$1.207 billion for "new start" projects. Of these 1984 and 1985 "new start" funds, \$359.0 million was included for projects in five cities: Los Angeles (\$234.4 million), Miami (\$84.0 million), San Diego (\$11.3 million), Jacksonville (\$17.3 million), and St. Louis (\$12.0 million). Through 1985, \$135.4 million has been obligated for these projects.

The Administration has determined that the balance of \$223.4 million of 1984 and 1985 funds should not be obligated since these funds would not provide sufficient resources to complete the desired "new start" projects in these five cities. More specifically, the \$223.4 million would only provide about five percent of the estimated \$4.0 billion needed in Federal funds to construct fully the desired "new start" projects in these cities.

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R86-67

The Appropriations Committees' Conference Report for 1986 includes \$385.0 million for "new start" projects. Of these "new start" funds, \$311.05 million has been included for projects in eight cities: Los Angeles (\$101.0 million), Miami (\$38.0 million), San Diego (\$9.3 million), St. Louis (\$13.5 million), Seattle (\$24.65 million), Atlanta (\$60.0 million), Houston (\$54.75 million), and Buffalo (\$0.85 million). Sequestering will cut \$13.38 million from these 8 cities, leaving a balance of \$297.67 million.

The Administration has determined that the \$297.67 million in 1986 funds should not be obligated since these funds would not provide sufficient resources to complete the desired "new start" projects in these eight cities. More specifically, the \$297.67 million would only provide about seven percent of the estimated \$4.4 billion needed in Federal funds to fully construct the desired "new start" project in these cities.

Given the need to reduce Federal expenditures now and in the coming years, especially in light of the Balanced Budget and Emergency Deficit Reduction Act of 1985, the Federal Government cannot promise that this \$4 to \$5 billion shortfall in Federal funding will be provided. This Administration opposes funding new fixed investments under the Discretionary Grants program. Investment in "new start" projects can result in the development of many inefficient, expensive transit systems that will cost more to operate than other transit alternatives. Therefore, the Administration proposes rescinding a total of \$521.27 million; that is the sum of \$297.67 of 1986 funds and \$223.6 in 1984-1985 funds.

Estimated Program Effect: \$521.27 million will not be provided for specific "new start" projects in Los Angeles (\$225.46 million), Miami (\$107.87 million), San Diego (\$20.2 million), Jacksonville (\$1.8 million), St. Louis (\$22.92 million), Seattle (\$23.59 million), Houston (\$52.4 million), Buffalo (\$0.81 million), and Atlanta (\$66.03 million).

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
776,150	750,086	26,064	104,255	154,382	104,255	104,255	26,064

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DEPARTMENT OF THE TREASURY
Office of Revenue Sharing
Local government fiscal assistance trust fund

Notwithstanding the provisions of 31 U.S.C. 6701-6724, payments to local governments from the Local Government Fiscal Assistance Trust Fund shall not exceed \$3,425,025,000, and the amount provided to the trust fund by Public Law 99-160 shall be reduced by \$759,975,000 through the elimination of such payments for the final quarter of the entitlement period beginning October 1, 1985 and ending September 30, 1986. The \$759,975,000 is hereby rescinded, and shall be transferred to the General Fund of the Treasury.

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Rescission Proposal No: 286-68

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency: Department of the Treasury	New budget authority..... \$4,185,000,000 (P.L. 99-160)
Bureau: Office of Revenue Sharing	Other budgetary resources 54,349,000
Appropriation title and symbol:	Total budgetary resources 4,239,349,000
Local government fiscal assistance trust fund 1/	Amount proposed for rescission \$ 759,975,000
20x8111	
GRS Identification code: 20-8111-0-7-851	Legal authority (in addition to sec. 1012):
Grant program:	☐ Antideficiency Act
☒ Yes ☐ No	☐ Other
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This account makes payments to local governments under the General Revenue Sharing (GRS) program. The program was first enacted in 1972 to distribute the resources raised by the highly responsive Federal tax structure to states and localities, which in general had less flexible tax systems. Since enactment of GRS, the relative fiscal conditions of Federal and local governments have changed dramatically. Local governments, in the aggregate, have gone from deficit to surplus conditions while the Federal government deficit has deepened substantially. The Federal government can no longer afford to fund a program which does not serve a targeted national purpose; GRS does not encourage localities to shift or increase spending on national priorities. The Administration proposes to eliminate the final quarterly payment before the program's authorization expires at the end of 1986. This rescission will result in a 1987 outlay savings of \$760 million and will help achieve the goals of the Balanced Budget and Emergency Deficit Control of 1985.

Estimated Program Effect: The level of funding requested will provide three full General Revenue Sharing Payments to localities during 1986 before the program's authorization expires at the end of FY 1986. The rescission eliminates the final quarterly payment, which the 1986 appropriation act had already reduced by \$302 million.

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D86-68

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
4,433,483	4,433,483	---	759,975	---	---	---	---

1/ This account is the subject of deferrals in 1986 (D86-30, D86-31) and in 1985 (D85-12, D85-13).

DEPARTMENT OF THE TREASURY
Federal Law Enforcement Training Center
Salaries and expenses

Of the funds included under this head in the conference version of H.R. 3036, Treasury/Postal Service, and General Government Appropriations Act, 1986, as amended, and made available by section 101(h) of Public Law 99-190, \$4,976,000 are rescinded.

Rescission Proposal No. RS6-69

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	
Department of the Treasury	New budget authority..... \$23,803,000 (P.L. 93-190)
Bureau: Federal Law Enforcement Training Center	Other budgetary resources <u>13,582,000</u>
Appropriation title and symbol:	Total budgetary resources <u>\$37,385,000</u>
Salaries and expenses 2060104	Amount proposed for rescission <u>\$ 4,976,000</u>
GDS Identification code:	Legal authority (in addition to sec. 1012):
20-0104-0-1-751	☐ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Justifications: This account funds the necessary operating expenses of the Federal Law Enforcement Training Center. A rescission is proposed to eliminate funds for construction of a new dormitory at the Center.

Estimated Program Effects: A new 200-bed dormitory will not be constructed at the Center. The flexible nature of the Center facilities can currently accommodate in excess of 1,400 resident students. During those times when the Center housing facilities are full, some students will be housed at local commercial facilities.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
22,433	17,457	4,976	--	--	--	--	--

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DEPARTMENT OF THE TREASURY
United States Customs Service
Salaries and expenses

Of the funds included under this head in the conference version of H.R. 3036, Treasury/Postal Service, and General Government Appropriations Act, 1986, as amended, and made available by section 101(h) of Public Law 99-190, \$4,169,000 are rescinded.

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Rescission Proposal No. R86-70

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	Raw budget authority..... \$717,000,000 (P.L. 99-190)
Department of the Treasury	Other budgetary resources <u>41,533,000</u>
Bureau:	Total budgetary resources \$758,533,005
United States Customs Service	
Appropriation title and symbol:	Amount proposed for rescission <u>\$ 4,169,000</u>
Salaries and expenses	
2060602	
OMB Identification code:	Legal authority (in addition to sec. 1012):
20-0602-0-1-751	☐ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Justification: This account funds the salaries and expenses for the United States Customs Service. A rescission is proposed to reduce discretionary investigatory spending and to slow down the acquisition of marine vessels.

Estimated Program Effects: Some lower-priority investigations will not take place.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
719,324	715,302	4,023	146	---	---	---	---

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DEPARTMENT OF THE TREASURY

United States Customs Service

Operations and maintenance, air interdiction program

Of the funds included under this head in the conference version of H.R. 3036, Treasury/Postal Service, and General Government Appropriations Act 1986, as amended, and made available by section 101(h) of Public Law 99-190, \$19,275,000 are rescinded.

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Rescission Proposal No: R86-71

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	
Department of the Treasury	New budget authority..... \$75,000,000 (P.L. 99-190)
Bureau:	Other budgetary resources -3,225,000
United States Customs Service	
Appropriation title and symbol:	Total budgetary resources 71,775,000
Operations and maintenance, air interdiction program	Amount proposed for rescission \$19,275,000
2060604	
GSA Identification code:	Legal authority (in addition to sec. 1012):
20-0604-0-1-751	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This account funds the operations and maintenance for the U.S. Customs Service air interdiction program. A rescission is proposed to reduce spending for P-3A aircraft enhancements and to eliminate funds for the purchase of an aerostat.

Estimated Program Effect: Some changes in lower priority operating activities will be required to meet the proposed rescission.

Outlay Effect (in thousands of dollars):

1986 Outlay estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
101,814	89,960	17,854	5,977	1,187	238	47	10

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NATIONAL AERONAUTICS AND SPACE ADMINISTRATION
Research and development

Of the funds made available under this head in Public Law 99-160, \$26,796,000
are rescinded.

Rescission Proposal No: 886-72

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: National Aeronautics and Space Administration	New budget authority..... \$2,756,800,000 (P.L. 99-160)
Bureau:	Other budgetary resources <u>614,637,000</u>
Appropriation title and symbol: Research and development 806/70108	Total budgetary resources <u>3,371,437,000</u>
	Amount proposed for rescission <u>\$ 26,796,000</u>
OMB Identification code: 80-0108-0-1-999	Legal authority (in addition to sec. 1012):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund: ☐ Annual ☒ Multiple-year Sept. 30, 1987 (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This appropriation provides for research and development activities of the National Aeronautics and Space Administration. This proposal would rescind funds for the Advanced Communications Technology Satellite (ACTS) flight demonstration of advanced communications technology. This is part of the administration's effort to avoid possible competition with the private sector and to minimize Government subsidies for activities more appropriately and effectively undertaken by the private sector.

Estimated Program Effect: ACTS will be terminated.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
2,676,225	2,653,256	22,969	3,827	---	---	---	---

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OFFICE OF PERSONNEL MANAGEMENT

Government payment for annuitants, employee health benefits

Of the funds included under this head in the conference version of H.R. 3036, Treasury/Postal Service, and General Government Appropriations Act, 1986, as amended, and made available by section 101(h) of Public Law 99-190, \$600,000,000 are rescinded.

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Rescission Proposal No. R86-73

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-144

Agency:	
Office of Personnel Management	New budget authority.... \$1,606,164,000 (P.L. 99-190)
Bureau:	Other budgetary resources 118,699,543
Appropriation title and symbol:	Total budgetary resources \$1,724,864,543
Government payment for annuitants, employees health benefits	Amount proposed for rescission \$ 600,000,000
24X0206	
OMB Identification code:	Legal authority (in addition to sec. 1012):
24-0206-0-1-551	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: This appropriation covers: (1) the Government's share of the cost of health insurance for 1,484,000 annuitants as defined in sections 8901 and 8906 of title 5, United States Code; (2) the Government's share of the cost-of-health insurance for 45,000 annuitants (who were retired when the federal employees health benefits law became effective), as defined in the Retired Federal Employees Health Benefits Act of 1960; and (3) the Government's contribution for payment of administrative expenses incurred by the Office of Personnel Management in administration of the act. This rescission is based on (1) enactment of legislation enabling refunds to Federal Employees Health Benefits enrollees and (2) the return of excess carrier reserves to the contingency reserves of the Federal Employees Health Benefits (FEHB) Fund. The anticipated return of reserves in 1986 reduces the need for 1986 appropriations for annuitants health benefits.

Estimated Program Effect: None.

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
<u>Government payment for annuitants, employee health benefits:</u>							
1,373,523	913,523	460,000	134,000	6,000	---	---	---
<u>Employees health benefits fund:</u>							
-700,553	-230,553	-470,000	-134,000	---	---	---	---

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APPALACHIAN REGIONAL COMMISSION
Appalachian regional development programs

Of the funds made available under this head by Public Law 99-141,
\$81,000,000 are rescinded.

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Rescission Proposal No: R84-74

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	New budget authority.... \$120,000,000 (P.L. 99-141)
Appalachian Regional Commission Bureau:	Other budgetary resources 57,789,679
Appropriation title and symbol:	Total budgetary resources 177,789,679
Appalachian regional development program 1/ 46X0200	Amount proposed for rescission \$ 81,000,000
OMB Identification code:	Legal authority (in addition to sec. 1012):
46-0200-0-1-452	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: This appropriation provides funds for the Appalachian Regional Commission's highway, area development, and local development district support activities. This rescission is proposed to effect savings required as a result of the Balanced Budget and Emergency Deficit Control Act of 1985 (Public Law 99-177). Consistent with the proposed termination of the Commission on September 30, 1986, currently uncommitted funds are proposed for rescission. This 20-year old program has outlined its usefulness.

Estimated Program Effect: This action would reduce funds available for highway construction and other programs in the 13 state Appalachian region.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
150,831	154,349	4,482	21,330	24,300	13,770	10,530	6,488

1/ This account is also the subject of a deferral (D84-1) and was the subject of a similar rescission proposal in 1985 (R85-1).

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Corporation for Public Broadcasting
Public broadcasting fund

Of the funds provided for The Corporation for Public Broadcasting for
fiscal year 1988 in Public Law 99-178, \$44,000,000 are rescinded.

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Rescission Proposal No: RS6-74

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$214,000,000 (P.L. 98-178)
Corporation for Public Broadcasting	Other budgetary resources _____
Bureau:	Total budgetary resources <u>214,000,000</u>
Appropriation title and symbol:	Amount proposed for rescission <u>\$ 44,000,000</u>
Public broadcasting fund 1/ 2080151	
OMB Identification code:	Legal authority / in addition to sec. 1012:
20-0151-0-1-503	☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual (1988 advanced appropriation)	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Justification: The Corporation for Public Broadcasting (CPB) provides Federal assistance to the 273 radio and 180 television stations which comprise the non-commercial broadcasting system. It is the Administration's policy to encourage user and private support and whenever possible, to reduce the need for Federal support. The two year advance notice provided by this rescission proposal should permit time to plan for ensuing funding reductions.

Estimated Program Effect: The allocation of the CPB's appropriation among its programs is mandated by the Omnibus Reconciliation Act of 1981. Therefore, the \$44 million proposed rescission would be similarly distributed. This proposal will have some effect on program planning levels.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings				
Without Rescission	With Rescission	1986	1987	1988	1989	1990
159,500	159,500	---	---	44,000	---	---

1/ This account was the subject of a similar rescission proposal in 1984 (RS5-244).

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NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES

National Endowment for the Humanities

National capital arts and cultural affairs

Of the funds made available under this head in Public Law 99-190, \$1,903,000
are rescinded.

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Rescission Proposal No: RE-7A

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

Agency:	New budget authority..... \$ <u>1,988,000</u>
National Endowment for the Humanities	(P.L. 99-190)
Bureau:	Other budgetary resources <u>-85,000</u>
Appropriation title and symbol:	Total budgetary resources \$ <u>1,903,000</u>
Grants and administration	Amount proposed for
59X0201	rescission \$ <u>1,903,000</u>
OMB Identification code:	Legal authority (in addition to sec.
59-0200-0-1-503	1012): ☐ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year <u>Expiration date:</u>	☐ Contract authority
☒ No-Year	☐ Other _____

Coverage:

	<u>Appropriation</u>	<u>Account Symbol</u>	<u>Rescission Proposal</u>
National capital arts and cultural affairs.....		59X0201	\$1,903,000

Justification: This appropriation supports non-competitive grants to large Washington, D.C., cultural organizations. These organizations are eligible to compete, along with other U.S. cultural organizations, for funding under a variety of existing programs of the National Endowment for the Arts, the National Endowment for the Humanities, and the Institute of Museum Services. A separate, non-competitive subsidy program for Washington, D.C. organizations is not warranted.

Estimated Program Effect: No grants would be made under the program.

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
478	---	478	1,425	---	---	---	---

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STATE JUSTICE INSTITUTE

Salaries and expenses

Of the funds made available under this head in Public Law 99-180, \$7,656,000
are rescinded.

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Rescission Proposal No. 886-78

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY:	
State Justice Institute	New budget authority..... \$8,000,000 (P.L. 99-180)
Bureau:	Other budgetary resources -344,000
Appropriation title and symbol:	Total budgetary resources \$7,656,000
Salaries and expenses 4860052	Amount proposed for rescission \$7,656,000
OMB Identification code:	Legal authority (in addition to sec. 1012):
48-0052-0-1-752	☒ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Justification: The State Justice Institute, a Federally-financed, private non-profit corporation, was established to provide grants and contracts to state courts to improve state and local judicial systems. The Administration opposes the creation of the State Justice Institute not only for budgetary concerns, but also because it is intended to address questions that are more appropriately the responsibility of the states. If this is deemed a priority by the states, they have sufficient funds to support judicial reform projects without Federal assistance.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
6,890	---	6,890	766	---	---	---	---

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UNITED STATES RAILWAY ASSOCIATION

Administrative expenses

Of the funds made available under this head in Public Law 99-190,
\$640,000 are rescinded.

Rescission Proposal No: R86-79

PROPOSED RESCISSION OF BUDGET AUTHORITY
Report Pursuant to Section 1012 of P.L. 93-344

AGENCY: United States Railway Association	New budget authority..... \$ 2,400,000 (P.L. 99-190)
Bureau:	Other budgetary resources 30,083
Appropriation title and symbol:	Total budgetary resources 2,430,083
Administrative expenses	Amount proposed for rescission \$ 640,000
98X0100	
OMB Identification code:	Legal authority (in addition to sec. 1012):
98-0100-0-1-401	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: The United States Railway Association (USRA) was created by the Regional Rail Reorganization Act of 1973 (3R Act). It was intended to be a temporary agency responsible for overseeing the formation of Conrail, monitoring its performance, and acting as a conduit for Federal assistance. Conrail is now operating as a profitable corporation and the Administration has sponsored legislation to sell its 85% interest to the Norfolk Southern Corporation. This legislation, currently pending before Congress, is expected to be enacted by the end of 1986. The USRA did not request new 1986 funds nor did the President's budget include such funding. The activities the USRA was created to perform have been completed. Therefore, this rescission is being proposed to eliminate all funding for the USRA as of May 1, 1986.

Estimated Program Effect: This rescission will result in the termination of the USRA. Any remaining activities related to the oversight of Conrail can be easily absorbed by the Department of Transportation or other parties participating in the proposed sale of Conrail.

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Savings					
Without Rescission	With Rescission	1986	1987	1988	1989	1990	1991
2,897	2,257	440	---	---	---	---	---

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Deferral No: D84-32

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	New budget authority..... <u>\$5,190,000,000</u> (P.L. 93-190)
Funds Appropriated to the President	Other budgetary resources _____
Bureau:	Total budgetary resources <u>\$5,190,000,000</u>
International Security Assistance	Amount to be deferred:
Appropriation title and symbol:	Part of year <u>\$4,590,000,000</u>
Foreign military sales credit <u>1/</u>	Entire year _____
1161082	
OMB Identification code:	Legal authority (in addition to sec. 1013):
11-1082-0-1-152	☒ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date) _____	☐ Contract authority
☐ No-Year	☐ Other _____

Justification: The President is authorized by the Arms Export Control to sell or finance by credit or guarantees articles and defense services to friendly countries to facilitate the common defense. Under Section 2 of the Act, the Secretary of State, under the direction of the President, is responsible for sales made under the Act, including determining whether there shall be a sale to a country and the amount thereof. Executive Order 11958 further requires the Secretary of State to obtain the prior concurrence of the Secretaries of Defense and Treasury, respectively, regarding standards and criteria for credit and guarantee transactions that are based upon national security and financial policies. These funds have been deferred pending approval of specific loans to eligible countries by the Departments of State, Defense and the Treasury. Consultation among these Departments will ensure that each approved program is consistent with the foreign national security and financial policies of the United States and will not exceed the limits of available funds. In addition, it is anticipated that \$229,170,000 of the deferred funds will be subject to sequestration as required by the Balanced Budget and Emergency Deficit Control Act of 1985. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None**Outlay Effect:** None

1/ This account was the subject of a similar deferral in 1985 (D85-24).

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Supplementary Report

Report pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-24 transmitted to the Congress on November 25, 1985.

This revised deferral of Funds Appropriated to the President for the Economic support fund increases the amount previously reported as deferred from \$1,222,216,000 to \$3,158,276,343. This increase of \$1,936,060,343 is attributable to funds provided in the Foreign Assistance and Related Programs Appropriation Act, 1986, as included in Public Law 99-190. Funds are deferred pending approval of specific grants and loans by the Secretary of State.

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Deferral No: D86-24A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Funds Appropriated to the President		New budget authority..... *\$3,706,000,000 (P.L. 99-190)
Bureau: International Security Assistance		Other budgetary resources *1,247,045,343
Appropriation title and symbol:		Total budgetary resources *4,953,045,353
Economic support fund 1/		Amount to be deferred:
115/71037 11X1037		Part of year *2,971,342,050
* 115/61037 * 1161037		Entire year * 186,934,293
OMB identification codes:		Legal authority (in addition to sec. 1013):
11-1037-0-1-152		☒ Antideficiency Act
Grant program: ☒ Yes ☐ No		☐ Other
Type of account or fund:		Type of budget authority:
☒ Annual		☒ Appropriation
☒ Multiple-year 9/30/86; 9/30/87 (expiration date)		☐ Contract authority
☒ No-Year		☐ Other
Coverage: 1/		
Appropriation	Symbol	Identification Code
Economic Support Fund...	1161037	11-1032-0-1-152
Economic Support Fund...	115/61037	11-1037-0-1-152
Economic Support Fund...	115/71037	11-1037-0-1-152
Economic Support Fund...	11X1037	11-1037-0-1-152
		Amount Deferred
		*2,028,547,000
		*942,795,050
		170,000,000
		*16,934,293
		*3,148,276,343

Justifications: "This action defers funds pending approval of specific loans and grants to eligible countries by the Secretary of State. This will insure that each approved program is consistent with the foreign, national security and financial policies of the U.S. and will not exceed the limits of available funds. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-2C).

*/ Revised from previous report.

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Funds Appropriated to the President	New budget authority..... \$782,000,000 (P.L. 93-179)
Bureau: International Security Assistance	Other budgetary resources _____
Appropriation title and symbol: Military assistance program 1/ 1161080	Total budgetary resources 782,000,000
	Amount to be deferred:
	Part of year \$661,340,000
	Entire year _____
OMB Identification code: 11-1080-0-1-152	Legal authority (in addition to sec. 1013):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justifications: Pursuant to the Foreign Assistance Act (FAA) of 1961, as amended, the President is authorized to furnish grant military assistance to any friendly country or international organization if he finds that it will strengthen the security of the United States or promote world peace. Executive Order No. 12163 of September 29, 1979, as amended, delegates certain Presidential functions under the FAA to the Secretaries of State and Defense. These funds are being deferred until the budget implications of the Balanced Budget and Emergency Deficit Control Act of 1985 are reviewed. Subsequently, release of funds will follow approval of specific programs by the Departments of State, Treasury, and Defense. Consultation among these Departments will ensure that each approved program is consistent with the foreign, national security and financial policies of the United States and will not exceed the limit of available funds.

Estimated Program Effect: None

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-3A).

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-144

AGENCY:	
Funds Appropriated to the President	New budget authority..... \$ 54,489,500 (P.L. 99-179)
Bureau:	Other budgetary resources
International Security Assistance	Total budgetary resources 54,489,500
Appropriation title and symbol:	
International military education and training 1/	Amount to be deferred:
1161081	Part of year \$ 27,244,500
	Entire year
OMB Identification code:	Legal authority (in addition to sec. 1013):
11-1081-0-1-152	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: Pursuant to the Foreign Assistance Act (FAA) of 1961, as amended, the President is authorized to furnish grant military assistance to friendly countries or international organizations. These funds are being deferred until the budget implications of the Balanced Budget and Emergency Deficit Control Act of 1985 are reviewed. Subsequently, release of funds will follow approval of specific programs by the Departments of State, Treasury, and Defense. Consultation among these Departments will ensure that each approved program is consistent with the foreign, national security and financial policies of the United States and will not exceed the limit of available funds.

Estimated Program Effect: None

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-25).

Deferral No: DBA-35

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Funds Appropriated to the President	New budget authority.... \$75,000,000 (P.L. 99-190)
Bureau: Multilateral Development Bank	Other budgetary resources _____
Appropriation title and symbol:	Total budgetary resources \$75,000,000
Contribution to the Special Facility for Sub-Sahara Africa	Amount to be deferred:
11X0086	Part of year \$75,000,000
	Entire year _____
OMB identification code: 11-0086-0-1-151	Legal authority (in addition to sec. 1013):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: The FY 1986 continuing resolution provided authorization and appropriation for a \$75 million payment to the Special Facility for Sub-Saharan Africa. Administered by the International Development Association, the Facility provides fast-disbursing loans to support Sub-Saharan African countries willing to undertake economic reforms. Funds were deferred until the budget implications of the Balanced Budget and Emergency Deficit Control Act of 1985 were reviewed. On January 17, 1986, the funds were made available for obligation.

Estimated Program Effect: None

Outlay Effect: None

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of Commerce	New budget authority..... \$187,500,000 (P.L. 99-180, 99-190)
Bureau: Economic Development Administration	Other budgetary resources 535,000
Appropriation title and symbol: Economic development assistance programs 1/ 1362060	Total budgetary resources 184,035,000
	Amount to be deferred:
	Part of year \$ 40,000,000
	Entire year
OMB identification code: 13-2050-0-1-452	Legal authority (in addition to sec. 1013):
Grant program: ☒ Yes ☐ No	☐ Antideficiency Act
	☐ Other
Type of account or fund: ☒ Annual ☐ Multiple-year (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other

Justification: This account provides public works projects, planning and technical assistance grants, and research and evaluation to state and local governments for economic development activities. The President's 1987 Budget proposes termination of the Economic Development Administration (EDA) grant and loan guarantee programs, as well as several other Commerce Department financial assistance programs that are not appropriate Federal responsibilities. The Budget proposes creation of a Grants and Loans Administration in the Office of the Secretary of Commerce to close-out and monitor these programs. The Grants and Loans Administration costs for 1987-1991 would be financed by a proposed reappropriation in 1986. These funds are deferred pending Congressional consideration of that proposal.

Estimated Program Effect: This deferral will ensure that funds are available to be reappropriated for closing out EDA without appropriation of new resources.

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Change</u>					
<u>Without</u>	<u>With</u>						
<u>Deferral</u>	<u>Deferral</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
Economic development assistance programs:							
238,986	235,217	-4,000	-8,000	-10,000	-10,000	-6,000	-2,000
Grants and loans administration:							
---	---	---	19,000	12,409	4,973	2,566	1,052

1/ This account is also the subject of a rescission proposal (R86-14). It was the subject of rescission proposals in 1985 (R85-55) and (R85-56).

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-25 transmitted to Congress on November 25, 1985.

This increases by \$338,476 the previous deferral of \$1,959,000 in the Department of Commerce's National Oceanic and Atmospheric Administration Fisheries loan fund, resulting in a total deferral of \$2,297,476. The additional deferral is the result of anticipated recoveries of prior year obligations and are deferred because \$1.8M of these funds are proposed for transfer in FY 1987 to NOAA's Operations, research and facilities account.

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Deferral No: D86-25A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:	
Department of Commerce	New budget authority..... \$*
Bureau: National Oceanic and Atmospheric Administration	(P.L.)
Appropriation title and symbol:	Other budgetary resources 2,297,436
Fisheries loan fund 1/	Total budgetary resources ° 2,297,436
12X5123	Amount to be deferred:
	Part of year \$
	Entire year 2,297,436
OMB Identification code:	Legal authority (in addition to sec. 1013):
13-5123-0-2-376	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☐ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☒ Other

Justification: *The Fisheries loan fund provides direct loans to vessel operators at subsidized rates (3% interest) for purchasing, contracting, equipping, maintaining, repairing, or operating new or used fishing vessels or gear. Loans are made primarily from direct appropriations. Loan recipients should be able to obtain financing from private sources without Federal Government intervention. The amount proposed for deferral is the carryover from 1985 to 1986 of unobligated balances, anticipated interest and repayments during 1986 from outstanding loans and anticipated recoveries of prior year obligations. The Fisheries loan fund is proposed for termination and extension of the authorization is not part of the President's 1986 legislative program. These funds are deferred pending Congressional consideration of the President's 1987 budget which proposes a transfer of \$1.8 million to NOAA's Operations, research and facilities account.

Estimated Program Effect: None

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D86-25A

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Rescission</u>	<u>Rescission</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
* 2,675	378	-2,297	---	---	---	---	---

1/ This account was the subject of a rescission proposal in 1985 (R85-65).

* Revised from previous report.

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-4 transmitted to Congress on October 1, 1985.

This increases by \$1,488,578,960 the previous deferral of \$353,079,040 in the Department of Defense, Military construction, resulting in a total deferral of \$1,841,658,000. The increase in the amount deferred results from deferral of funds included in the 1986 Military Construction Appropriation Act.

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Deferral No: D84-4A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Department of Defense - Military	New budget authority.....*\$5,552,583,000 (P.L. 99-178)
Bureau: Military Construction	Other budgetary resources *3,781,227,000
Appropriation title and symbol:	Total budgetary resources *9,333,801,000 1
See Coverage Section below 2/	Amount to be deferred: Part of year _____ Entire year *1,841,658,496
CMS Identification code: See Coverage Section below 2/	Legal authority (in addition to sec. 1013): ☒ Antideficiency Act ☐ Other _____
Grant program: ☐ Yes ☒ No	
Type of account or fund: ☐ Annual Sept. 30, 1986 ☒ Multiple-year Sept. 30, 1988 (expiration date) ☒ No-Year Sept. 30, 1989 *Sept. 30, 1990	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Coverage: 2/

Appropriation	Symbol	CMS Identification Code	Deferred
*Military construction, Army.....	216/02050	21-2050-0-1-051	*\$342,122,000
Military construction, Army.....	216/92050	21-2050-0-1-051	*174,442,000
Military construction, Army.....	214/82050	21-2050-0-1-051	---
Military construction, Army.....	213/72050	21-2050-0-1-051	---
Military construction, Army.....	212/62050	21-2050-0-1-051	---
*Military construction, Navy.....	216/01205	17-1205-0-1-051	*686,577,000
Military construction, Navy.....	175/91205	17-1205-0-1-051	---
Military construction, Navy.....	174/81205	17-1205-0-1-051	*
Military construction, Navy.....	173/71205	17-1205-0-1-051	*
Military construction, Navy.....	172/61205	17-1205-0-1-051	---
*Military construction, Air Force.	576/03300	57-3300-0-1-051	*245,048,000
Military construction, Air Force.	575/93300	57-3300-0-1-051	---
Military construction, Air Force.	574/83300	57-3300-0-1-051	---
Military construction, Air Force.	573/73300	57-3300-0-1-051	---
Military construction, Air Force.	572/63300	57-3300-0-1-051	---

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Appropriation	Symbol	OMB Identification Code	Deferred
*Military construction, Defense Agencies.....	976/00500	97-0500-0-1-051	*78,196,000
Military construction, Defense Agencies.....	975/90500	97-0500-0-1-051	*
Military construction, Defense Agencies.....	974/80500	97-0500-0-1-051	*5,000,000
Military construction, Defense Agencies.....	973/70500	97-0500-0-1-051	*
Military construction, Defense Agencies.....	972/60500	97-0500-0-1-051	*6,864,000
*Military construction, Army National Guard.....	216/02085	21-2085-0-1-051	*12,233,000
Military construction, Army National Guard.....	215/92085	21-2085-0-1-051	---
Military construction, Army National Guard.....	214/82085	21-2085-0-1-051	---
Military construction, Army National Guard.....	213/72085	21-2085-0-1-051	---
Military construction, Army National Guard.....	212/62085	21-2085-0-1-051	---
*Military construction, Air National Guard.....	576/03830	57-3830-0-1-051	*19,690,000
Military construction, Air National Guard.....	575/93830	57-3830-0-1-051	---
Military construction, Air National Guard.....	574/83830	57-3830-0-1-051	---
Military construction, Air National Guard.....	573/73830	57-3830-0-1-051	---
Military construction, Air National Guard.....	572/63830	57-3830-0-1-051	---
*Military construction, Army Reserve.....	216/02086	21-2086-0-1-051	*13,156,000
Military construction, Army Reserve.....	215/92086	21-2086-0-1-051	---
Military construction, Army Reserve.....	214/82086	21-2086-0-1-051	---
Military construction, Army Reserve.....	213/72086	21-2086-0-1-051	---
Military construction, Army Reserve.....	212/62086	21-2086-0-1-051	---
*Military construction, Naval Reserve.....	176/01235	17-1235-0-1-051	*19,150,000
Military construction, Naval Reserve.....	175/91235	17-1235-0-1-051	---
Military construction, Naval Reserve.....	174/81235	17-1235-0-1-051	---
Military construction, Naval Reserve.....	173/71235	17-1235-0-1-051	---
Military construction, Naval Reserve.....	172/61235	17-1235-0-1-051	---

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Appropriation	Symbol	OMB Identification Code	Deferred
*Military construction, Air Force Reserve.....	574/03730	57-3730-0-1-051	*21,980,000
Military construction, Air Force Reserve.....	575/93730	57-3730-0-1-051	---
Military construction, Air Force Reserve.....	574/03730	57-3730-0-1-051	---
Military construction, Air Force Reserve.....	573/71730	57-3730-0-1-051	---
Military construction, Air Force Reserve.....	572/63730	57-3730-0-1-051	---
*North Atlantic Treaty Organization Infrastructure.....	97X0804	97-0804-0-1-051	*167,200,000
Total.....			*\$1,841,658,000

Justification: These funds are deferred due to administrative delays, such as project designs not being completed and incomplete coordination of projects with other Federal agencies or local government agencies. Funds will be apportioned for individual projects throughout the year upon completion of project design and/or coordination. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

- 1/ Includes all accounts included under this appropriation title.
 - 2/ These accounts were the subject of a similar deferral in 1985 (D85-6 and D85-6A).
- * Revised from previous report.

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-27 transmitted to the Congress on November 25, 1985.

This increases by \$210,042,000 the previous deferral of \$11,800,000 in the Department of Defense, Family housing, resulting in a total deferral of \$221,842,000. The increase in the amount deferred results from deferral of funds included in the 1986 Military Construction Appropriation Act.

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AGENCY: Department of Defense - Military	New budget authority.....*\$2,990,877,000 (P.L. 99-178)
Bureau: Family Housing, Defense	Other budgetary resources <u>276,164,000</u>
Appropriation title and symbol:	Total budgetary resources * <u>3,267,041,000</u>
See Coverage Section below <u>1/</u>	Amount to be deferred: Part of year *\$ <u>94,842,000</u>
	Entire year _____
DMA Identification code: See Coverage Section below <u>1/</u>	Legal authority (in addition to sec. 1013):
Grant program: ☐ Yes ☒ No	☒ Antideficiency Act
	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual 9/30/86	☒ Appropriation
☐ 9/30/87	☐ Contract authority
☒ Multiple-year 9/30/88	☐ Other _____
(expiration date)	
☐ No-Year *9/30/90	

Coverage: 1/

Appropriation	Symbol	OMB Identification Code	Deferred
*Family housing, Navy.....	176/00703	17-0703-0-1-051	\$47,750,000
*Family housing, Army.....	216/00702	21-0702-0-1-051	35,292,000
*Family housing, Air Force.....	576/00704	57-0704-0-1-051	127,000,000
Family housing, Air Force.....	575/90704	57-0704-0-1-051	11,800,000
Family housing, Air Force.....	574/80704	57-0704-0-1-051	---
Family housing, Air Force.....	573/70704	57-0704-0-1-051	---
Family housing, Air Force.....	572/60704	57-0704-0-1-051	---
			\$221,842,000

Justification: These funds are deferred due to administrative delays, such as project designs not being completed and incomplete coordination of projects with other Federal agencies or local government agencies. Funds will be apportioned for individual projects throughout the year upon completion of project design and/or coordination. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effects: None

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-26).

* Revised from previous report.

Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-5 transmitted to Congress on October 1, 1985.

This increases by \$87,783 the previous deferral of \$1,168,157 in the Department of Defense - Civil's Wildlife Conservation, military reservations account, resulting in a total deferral of \$1,255,940. The increase in the amount deferred is attributable to increased estimates of receipts and adjustments in unobligated balances brought forward on October 1, 1985.

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Deferral No: D86-5A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:		New budget authority.... *\$1,824,000 (P.L. 16 U.S.C. 670F)	
Department of Defense - Civil		Other budgetary resources *1,414,994	
Bureau: Wildlife Conservation, Military Reservations		Total budgetary resources *3,238,994	
Appropriation title and symbol:		Amount to be deferred:	
Wildlife Conservation, Army - 21X5095		Part of year \$	
Wildlife Conservation, Navy - 17X5095		Entire year *1,255,940	
Wildlife Conservation, Air Force - 57X5095		Legal authority (in addition to sec. 1013):	
OMB Identification code:		☒ Antideficiency Act	
97-5095-0-2-303		☐ Other	
Grant program:			
☐ Yes ☒ No			
Type of account or fund:		Type of budget authority:	
☐ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☒ No-Year		☐ Other	
Coverage: 1/			

Appropriation	Symbol	OMB Identification Code	Amount Deferred
Wildlife Conservation, Army....	21X5095	21-5095-0-2-303	\$ 873,000
Wildlife Conservation, Navy....	17X5095	17-5095-0-2-303	74,428
Wildlife Conservation, Air Force	57X5095	57-5095-0-2-303	*308,512
			*\$1,255,940

Justifications: These are permanent appropriations of receipts generated from hunting and fishing fees in accordance with the purpose of the law--to carry out a program of natural resource conservation. These funds are being deferred because: (1) installations may be accumulating funds over a period of time to fund a major project, (2) the installation may be designing and obtaining approval for the project, and (3) there is a seasonal relationship between the collection of fees and their subsequent expenditure. Most of the fees are collected during the winter and spring months, while most of the program work is performed during the summer and fall months. Funds collected in a prior year are deferred in order to be available to finance the program during summer and fall months or in subsequent years. Additional amounts will be apportioned if program requirements are identified. This deferral is made under the provisions of the Antideficiency Act (31 U.S.C. 1512).

Deferral No: D86-5AEstimated Program Effect: NoneOutlay Effect: None

1/ These accounts were the subject of a similar deferral in 1985 (D85-7 and D85-7A).

* Revised from previous report.

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Deferral No: D86-38

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	New budget authority..... \$1,772,271,000 (P.L. 99-141)
Department of Energy	Other budgetary resources 629,565,559
Bureau:	
Energy Programs	Total budgetary resources \$2,401,836,559
Appropriation title and symbol:	
Energy supply, research and development 1/	Amount to be deferred:
89X0224	Part of year \$
	Entire year \$ 65,763,000
OMB Identification code:	Legal authority (in addition to sec. 1013):
89-0224-0-1-271	☐ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: The purpose of Energy supply research and development activities is to: (1) Support long-term research and development on a mix of technologies that have the potential to provide adequate supplies of energy at reasonable cost, and (2) fund other research programs which provide significant benefits to the Government and the public. The deferral consists of (in thousands of dollars):

University construction projects (Center for Science and Technology, Advanced Science Center, Energy and Mineral Research Center, Center for Energy and Biomedical Technology, Demonstration Center for Information Technologies, and the National Center for Chemical Research).....	838,489
Solar and renewables research.....	23,351
In-house energy management projects.....	3,923
Total.....	865,763

The university projects are deferred because during this period of budgetary restraint, funding for these lower priority activities can better be used to finance the 1987 appropriation request. Specific appropriation language is

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D85-38

proposed in the 1987 budget to reprogram these funds. The solar and renewables research and development activities are deferred because they are inconsistent with Administration Energy research and development policy or of lower priority, particularly in times of tight fiscal restraint. The funds for in-house energy management projects are in excess of current program requirements. These funds will be reprogrammed to defray costs in the Technical Information Management program in 1987.

Estimated Program Effect: Funding for lower priority projects will be reduced or terminated.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Savings</u>					
<u>Without</u>	<u>With</u>						
<u>Deferral</u>	<u>Deferral</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
1,898,172	1,853,498	-44,674	33,128	2,003	9,543	---	---

1/ This account was the subject of a deferral in 1986 (D85-70).

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Deferral No: D86-58

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:		New budget authority..... \$1,612,700,000 (P.L. 99-141)	
Department of Energy		Other budgetary resources 6,003,298	
Bureau:		Total budgetary resources 1,618,703,298	
Energy Programs			
Appropriation title and symbol:		Amount to be deferred:	
Uranium supply and enrichment activities 1/		Part of year \$	
89X0226		Entire year 584,158,000	
OMB Identification code:		Legal authority (in addition to sec. 1013):	
89-0226-0-1-271		☒ Antideficiency Act	
Grant program:		☐ Other	
☐ Yes ☒ No			
Type of account or fund:		Type of budget authority:	
☐ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☒ No-Year		☐ Other	

Justification: The purpose of the uranium enrichment program is to meet domestic, foreign, and United States Government requirements for uranium enrichment services in the most economical, reliable, safe, and environmentally acceptable manner possible. On June 4, 1985, the Department of Energy announced its decision to begin the immediate termination of the Gas Centrifuge Enrichment Plant (GCEP) and to place the Oak Ridge Gaseous Diffusion Plant (ORGDG) in standby. Budget authority from 1986 and prior years of \$434,757,000 is deferred as a result of terminating GCEP. An additional \$149,401,000 is deferred as a result of placing the ORGDG in standby and as a result of current and prior year power savings. The DOE Defense Program is retaining the option to start up the ORGDG in some future year. New budget authority for decontamination and decommissioning of the ORGDG and the GCEP facilities may be required in some future year for these or other purposes. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Changes					
Without Deferral	With Deferral	1986	1987	1988	1989	1990	1991
1,567,300	1,265,000	-302,300	-281,858	---	---	---	---

1/ This account was the subject of a similar deferral in 1985 (D85-65).

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-6 transmitted to Congress on October 1, 1985.

This increases by \$55,565,000 the previous deferral of \$9,247,000 in the Department of Energy's Fossil energy research and development account, resulting in a total deferral of \$64,812,000. The increase results from funds related to projects and activities that are inconsistent with the Administration's policy of longer term higher risk research in Fossil energy.

Deferral No: D84-6A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	P.L. 93-140 *310,471,000
Department of Energy	New budget authority..... \$ 15,000,000
Bureau:	(P.L. 98-146)
Energy Programs	Other budgetary resources *56,899,015
Appropriation title and symbol:	Total budgetary resources *382,870,015
Fossil energy research and development 1/	Amount to be deferred:
89X0213	Part of year \$ _____
	Entire year *64,812,000
OMB Identification code:	Legal authority /in addition to sec. 1013):
89-0213-0-1-271	☐ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: *This account funds research and development activities in coal, petroleum and unconventional gas. The deferral consists primarily of funds appropriated in the 1986 budget that are commercially-oriented and inconsistent with Administration research and development policy, as well as unobligated balances not required, the 1985 reduction of Fossil energy consulting services per Section 513 of the Treasury, Postal Service, and General Government Appropriations Act, 1985, and recoveries of prior year obligations. Of the deferred amount, \$42,205,000 is related to projects and activities which are inconsistent with the Administration's policy of longer term higher risk research in Fossil energy. They are also inconsistent with efforts to reduce the Federal deficit. The balance of the deferred amount, \$2,607,000, is unnecessary to the accomplishment of the Fossil energy program. All funds are being deferred through 1986 and will be applied to offset 1987 appropriation requirements.

Estimated Program Effect: None

D85-6A

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Changes</u>					
<u>Without</u>	<u>With</u>						
<u>Deferral</u>	<u>Deferral</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
322,389	302,945	-19,444	-12,962	19,444	12,962	---	---

1/ This account was the subject of a similar deferral (D85-27A) and rescission proposals in 1985 (R85-84 and R85-85).

* Revised from previous report.

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-8 transmitted to the Congress on October 1, 1985.

This revision to a deferral of funds available to the Department of Energy for Naval petroleum and oil shale reserves increases the amount previously reported as deferred from \$155,667,981 to \$166,465,981. This increase of \$10,798,000 is attributable funds not obligated in 1985 and not needed in 1986.

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Deferral No: D86-8A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	
Department of Energy	New budget authority..... *\$13,668,000 (P.L. 99-190)
Bureau:	Other budgetary resources *208,193,586
Energy Programs	
Appropriation title and symbol:	Total budgetary resources *222,481,586
Naval Petroleum and Oil Shale Reserves <u>1/</u>	Amount to be deferred:
89X0219	Part of year \$ _____
	Entire year *166,465,981
OMB Identification code:	Legal authority (in addition to sec. 1013):
89-0219-0-1-271	☒ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date) _____	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: *This account primarily funds activities necessary to operate, explore, conserve, develop, and produce the Naval Petroleum Reserves at the maximum efficient rate and to conserve the oil shale reserves. This deferral consisted of recoveries of prior year obligations that were deferred in 1985 and other funds not obligated in 1985. These funds were made available for obligation on January 9, 1986. This action was taken pursuant to the Antideficiency Act (31 U.S.C. 1512). The current deferral of \$36.461 million in prior year funds results from: close-out of facilities construction at NPR-1 (\$7 million); program direction due to understaffing (\$.961 million); NPR-3 due to rescheduling of EOR expansion to allow for Pilot verification results (\$9 million); NPR-1 reduced development drilling program and costs (\$1.805 million); development facilities at NPR-1 due to cost savings and lower facility construction requirements than anticipated (\$4 million); NPR-1 cost savings and reduced operations and maintenance requirements associated with lower level of development drilling (\$13.695 million).

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Estimated Program Effects: None

Outlay Effect: None

1/ This account was the subject of a similar deferral (D85-298) and a rescission proposal in 1985 (R85-86).

* Revised from previous report.

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Deferral No: D85-37

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:		New budget authority..... <u>\$112,364,742</u>	
Department of Energy		(P.L. <u>92-190</u>)	
Bureau:		Other budgetary resources <u>302,204,083</u>	
Energy Programs		Total budgetary resources <u>414,568,825</u>	
Appropriation title and symbol:		Amount to be deferred:	
Strategic Petroleum Reserve <u>1/</u>		Part of year \$ _____	
<u>89X0218</u>		Entire year <u>197,940,825</u>	
CMS Identification code:		Legal authority (in addition to sec. 1013):	
<u>89-0218-0-1-274</u>		☒ Antideficiency Act	
Grant program: ☐ Yes ☒ No		☐ Other _____	
Type of account or fund:		Type of budget authority:	
☐ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☒ No-Year		☐ Other _____	

Justification: Funds appropriated to this account are for the development, operation and management of the Strategic Petroleum Reserve (SPR). The deferral consists primarily of prior year appropriations for crude oil storage facilities construction and results from a proposed indefinite moratorium on further development of the SPR after December 1985. This moratorium will be reassessed as fiscal and oil market conditions warrant. These funds cannot be effectively used this year and will be used to offset part of the 1987 appropriation request. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effects: This deferral will result in an indefinite curtailment of new storage facilities construction. The partially completed storage facilities will be secured and maintained in a mothballed condition and all completed facilities will be maintained in a state of standby operational readiness in the event of a possible drawdown.

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-31A).

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-10 transmitted to Congress on October 1, 1985.

This increases by \$40,575,903 the previous deferral of \$536,958,000 for the Department of Energy's SPR Petroleum account, resulting in a total deferral of \$577,533,903. The increase in the amount deferred is the impact of an Administration proposal to impose a moratorium on the fill of the Strategic Petroleum Reserve after inventory reaches 500 million barrels.

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Deferral No: D86-10A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:		New budget authority..... \$	
Department of Energy		(P.L.)	
Bureau:		Other budgetary resources *727,079,014	
Energy Programs		Total budgetary resources *727,079,014	
Appropriation title and symbol:		Amount to be deferred:	
SPR Petroleum Account 1/		Part of year \$ *	
89X0233		Entire year *577,533,903	
OMB Identification code:		Legal authority (in addition to sec. 1013):	
89-0233-0-1-274		☒ Antideficiency Act	
Grant program:		☐ Other	
☐ Yes ☒ No			
Type of account or fund:		Type of budget authority:	
☐ Annual		☒ Appropriation	
☐ Multiple-year (expiration date)		☐ Contract authority	
☒ No-Year		☐ Other	

Justification: *This account funds the costs of acquiring crude oil for the Strategic Petroleum Reserve (SPR). The Administration is proposing an indefinite moratorium on the SPR fill at the end of April 1986, when the SPR inventory will reach 500 million barrels, less SPR test sale deliveries of 1 million barrels in December and January as required by law. With this inventory, the SPR provides a level of protection commensurate with that envisioned when the detailed plans for a 750 million barrel Reserve were set in 1979. Consequently, the balance of funds in the account are deferred until such time as fiscal and oil market conditions warrant their release. This balance consists of \$536,968,316 that were approved for deferral in 1985, \$27,948,889 of receipts from the test sale of SPR oil and \$12,626,698 in other unneeded funds. The Administration is proposing legislation to eliminate requirements concerning SPR fill and linkages to Naval Petroleum Reserve production and sales. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

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Outlay Effect: (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Changes</u>					
<u>Without</u>	<u>With</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
<u>Deferral</u>	<u>Deferral</u>						
516,287	389,290 <u>2/</u>	-126,997	-----	-----	-----	-----	-----

1/ This account was the subject of a similar deferral in 1985 (D85-42).

2/ This is an increase of \$126,340,000 from the amount shown in the 1987 Budget.

* Revised from previous report.

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D85-11 transmitted to Congress on October 1, 1985.

This revision to a deferral of the Department of Energy's Energy security reserves and alternative fuels production account increases the amount previously reported as deferred from \$1,149,000 to \$1,898,713. This net increase of \$749,713 is attributed to additional recoveries of prior year obligations.

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Deferral No: D86-11A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	New budget authority..... *\$48,359,307 (P.L. 93-577; 94-238)
Department of Energy	Other budgetary resources *2,101,210
Bureau:	Total budgetary resources *50,460,517
Energy Programs	
Appropriation title and symbol:	Amount to be deferred:
Alternative Fuels Production 1/ 89X5180	Part of year \$ *1,898,713
	Entire year *
OMB Identification code:	Legal authority (in addition to sec. 1013):
89-5180-0-2-271	☒ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: *This program funds feasibility studies and cooperative agreements for the development and production of alternative fuels, administrative expenses associated with the Great Plains Gasification Project, and interest on borrowing from Treasury by the Department to meet its loan guarantee obligation to the Federal Financing Bank on the defaulted FFB loan to Great Plains Gasification Associates. The deferral consisted of recoveries of prior year obligations amounting to \$1,898,713 for projects and activities which were completed or terminated. These funds were released on January 9, 1986. This action was taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

1/ This account was the subject of a rescission proposal in 1985 (R85-93).

* Revised from previous report.

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D85-13 transmitted to Congress on October 1, 1985.

This revision to a deferral of the Department of Energy's Southwestern Power Administration's operation and administration increases the amount previously reported as deferred from \$5,000,000 to \$13,243,000. This net increase of \$8,243,000 is attributed to additional unobligated balances carried over from 1985.

Deferral No: D86-13A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:	
Department of Energy	New budget authority..... \$*29,500,000 (P.L. 93-141)
Bureau:	Other budgetary resources *23,054,293
Power Marketing Administration	Total budgetary resources *52,554,293
Appropriation title and symbol:	
Southwestern Power Administration, Operation and Maintenance 1/	Amount to be deferred:
89X0303	Part of year \$
	Entire year *13,243,000
OMB Identification code:	Legal authority (in addition to sec. 1013):
89-0303-0-1-271	☒ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justifications: *This account funds the activities of the Southwestern Power Administration (SWPA), an agency that markets wholesale hydroelectric power produced at Corps of Engineers dams in six southwestern States. SWPA activities also include construction, operation and maintenance of approximately 1,660 miles of transmission lines over which power is distributed to customers. In 1985, funds were in excess of amounts required to purchase power and pay non-Federal utilities to deliver it. The level of unobligated funds carried into 1986 for purchasing power was \$13,243,000 million higher than previously assumed. There currently is no plan to use these funds in 1986, although the funds will be released later this year if a critical need arises. If a critical need does not arise, however, the funds will be deferred until 1987. This deferral action is taken under the provisions of the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effects: None

1/ This account was the subject of a similar deferral (D85-17A) and a rescission proposal in 1985 (R85-96).

*/ Revised from previous report.

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Department of Health and Human Services	New budget authority..... \$ <u>89,533,000</u> (P.L. 99-178)
Bureau: Health Care Financing Administration	Other budgetary resources <u>1,176,206,000</u>
Appropriation title and symbol:	Total budgetary resources <u>1,265,739,000</u>
Program management	Amount to be deferred:
7560511	Part of year \$ _____
	Entire year <u>\$ 489,000</u>
OMB Identification code:	Legal authority (in addition to sec. 1013):
75-0511-0-1-550	☒ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☒ Other <u>Trust Fund transfer</u>

Justification: This account funds research, medicare contractors, State certification, and administrative costs. Part of the expenses are funded by transfers from trust funds. This deferral is being proposed to achieve the deficit reduction goals of the President and of the Balanced Budget and Emergency Deficit Control Act of 1985. A related rescission (R86-43) also includes supplemental language to reduce the transfer from trust funds by \$8,489,000 to fund these activities. This deferral will provide the Congress the time and flexibility to consider the supplemental language after the funds withheld pending rescission have been released. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-28 transmitted to the Congress on October 1, 1985.

This increase by \$157,419 the previous deferral of \$6,489,137 in the Department of Health and Human Services, Limitation on administration expenses (construction) account, resulting in a total deferral of \$6,646,556. This increase is due to an overestimation of field construction obligations in 1985 and unanticipated additional recoveries.

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45:115,80

Deferral No: D86-28A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	New budget authority..... \$ _____ (P.L. _____)
Department of Health and Human Svcs	Other budgetary resources *10,030,616
Bureau:	Total budgetary resources *10,030,616
Social Security Administration	
Appropriation title and symbol:	
Limitation on Administrative Expenses	Amount to be deferred:
(Construction) <u>1/</u>	Part of year \$ _____
75X8704	Entire year *6,646,556
OMB Identification code:	Legal authority (in addition to sec. 1013):
*75-8704-0-7-571	☒ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: *This account provides funding for construction and renovation of the Social Security Administration's (SSA) headquarters and field office buildings. Obligational authority in the amount of this deferral is not needed at the present time. The increase of \$157,419 is due to an overestimation of field construction obligations in FY 1985 (\$15,463) and unanticipated additional recoveries (\$5,956). There are no changes in projected FY 1986 obligations for construction. Should new requirements arise, subsequent apportionment requests will include revisions to this deferral. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-9).

* Revised from previous report.

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Deferral No: D86-39

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:	
Department of Health & Human Services	New budget authority..... \$3,068,341,000 (P.L. 99-178)
Bureau:	Other budgetary resources -133,066,300
Social Security Administration	
Appropriation title and symbol:	Total budgetary resources 2,935,008,700
Limitation on administrative expenses (excludes disability determination services) 1/ 7568704	Amount to be deferred:
	Part of year \$ 30,000,000
	Entire year
CMB Identification code:	Legal authority (in addition to sec. 1013):
75-8007-0-7-571	☒ Antideficiency Act
Grant program:	☐ Other
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This account funds administrative costs of the Social Security and Supplemental Security Income (SSI) programs, including funds for reimbursable work done by the Social Security Administration (SSA) for other organizations. Current evaluation of 1986 resource requirements reveals that of the total obligational authority provided by P.L. 99-178, \$30,000,000 is not needed at this time. The \$30,000,000 was provided to ensure that service to the public does not deteriorate as a result of insufficient budgetary resources. At this time there is no reason to believe that deterioration of public service will occur. However, we will be reporting quarterly to Congress on a number of key indicators of public service such as a regional and national average processing times for new and revised claims and payment accuracy. A final decision regarding the need of these resources is expected to be made by March 31, 1986 based on the assessment of information contained in the quarterly reports sent to Congress. In the interim, these resources will not be used for any other purposes. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

1/ Two separate limitations in this same account are also the subject of deferrals (D86-28A and D86-39). This account was the subject of similar deferrals in 1985 (D85-9A, D85-44, and D85-67).

Deferral No: D86-40

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:	
Department of Health & Human Services	New budget authority..... \$182,939,000 (P.L. 93-178)
Bureau:	Other budgetary resources 217,503,121
Social Security Administration	
Appropriation title and symbol:	Total budgetary resources 400,442,121
Limitation on administrative expenses (information technology systems) <u>1/</u>	Amount to be deferred:
75X8704	Part of year \$ _____
	Entire year 114,641,121
GAS identification code:	Legal authority (in addition to sec. 1013):
75-8007-0-7-571	☒ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: This account funds the lease and purchase of ADP hardware and software, ADP supplies and contractual services, and major competitive telephone system procurements for the Social Security Administration. Current evaluation of 1986 projects and acquisition plans reveals that all resources available this year will not be required for obligation during the year. This is due in part to the carry-over of unobligated funds from 1985. Should new requirements arise, this deferral will be revised. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

1/ Two separate limitations in this same account are also the subject of deferrals (D86-28A and D86-38). This account was the subject of similar deferrals in 1985 (D85-9A, D85-4M and D85-67).

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Deferral No: D86-41

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of Housing and Urban Development	New budget authority..... \$9,815,607,781 (P.L. 93-160)
Bureau: Housing Programs	Other budgetary resources <u>918,498,386</u>
Appropriation title and symbol:	Total budgetary resources <u>10,734,106,167</u>
Annual contributions for assisted housing (budget authority) <u>1/</u>	Amount to be deferred:
	Part of year <u>\$7,032,442,637</u>
	Entire year _____
86X0164	
GDS Identification code:	Legal authority (in addition to sec. 1013):
86-0164-0-1-999	☐ Antideficiency Act
Grant program: ☒ Yes ☐ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☒ Contract authority
☒ No-Year	☐ Other _____

Justification: This account funds subsidized housing programs such as section 8 lower income housing, public and Indian housing. Funds were temporarily deferred to preserve the options available to the Administration and the Congress to respond to the enactment of the Balanced Budget and Emergency Deficit Control Act of 1985. The President's 1987 Budget request assumes that \$2.7 billion of these funds will be used to finance the 1987 housing program.

Estimated Program Effect: None

Outlay Effect: None

1/ This account is the subject of a rescission proposal (R86-52).

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Deferral No: D86-42

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Department of Housing and Urban Development	New budget authority..... \$ _____ (P.L. _____)
Bureau: Housing Programs	Other budgetary resources <u>640,533</u>
Appropriation title and symbol:	Total budgetary resources <u>640,533</u>
Annual contributions for assisted housing (contract authority) <u>1/</u>	Amount to be deferred:
86X0164	Part of year \$ <u>640,533</u>
	Entire year _____
OMB identification code:	Legal authority (in addition to sec. 1013):
86-0164-0-1-999	☐ Antideficiency Act
Grant program: ☒ Yes ☐ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☐ Appropriation
☐ Multiple-year (expiration date)	☒ Contract authority
☒ No-Year	☐ Other _____

Justification: This account funds subsidized housing programs such as section 8 lower income housing, public and Indian housing. Funds were temporarily deferred to preserve the options available to the Administration and the Congress to respond to the enactment of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: None

Outlay Effect: None

1/ This account is the subject of a rescission proposal (R86-52).

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of Housing and Urban Development	New budget authority..... \$75,000,000 (P.L. 99-160)
Bureau: Housing Programs	Other budgetary resources 2,400,000
Appropriation title and symbol: Rental housing development grants 1/ 864/60164 865/60164 8660164	Total budgetary resources 77,400,000
OMB identification code: 86-0164-0-1-999	Amount to be deferred: Part of year \$77,400,000 Entire year _____
Grant program: ☒ Yes ☐ No	Legal authority (in addition to sec. 1013): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☒ Annual ☒ Multiple-year Sept. 30, 1986 (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: Assistance is provided to states and units of local government to enable the development of rental housing, funds were temporarily deferred to preserve the options available to the Administration and the Congress to respond to the enactment of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: None

Outlay Effect: None

1/ This account is the subject of a rescission proposal (R86-52).

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Department of Housing and Urban Development	New budget authority.... \$2,670,300 (P.L. 93-160)
Bureau: Housing Programs	Other budgetary resources 2,889,961
Appropriation title and symbol: Congregate services program 1/ 86X0178 865/60178 866/70178	Total budgetary resources 5,560,261
OMB Identification code: 86-0178-0-1-604	Amount to be deferred: Part of year \$2,670,300
Grant program: ☐ Yes ☒ No	Entire year _____
Type of account or fund: ☐ Annual ☒ Multiple-year Sept. 30, 1984 Sept. 30, 1987 (expiration date) ☒ No-Year	Legal authority (in addition to sec. 1013): ☐ Antideficiency Act ☐ Other _____
	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This demonstration program tested whether contracting directly with local public housing agencies and section 202 Housing for the elderly or handicapped sponsors is more effective than Department of Health and Human Services and other social services programs. It included meal services and other support services. Funds were temporarily deferred to preserve the options available to the Administration and the Congress to respond to the enactment of the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: None

Outlay Effect: None

1/ This account is the subject of a rescission proposal (R86-53).

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Deferral No: D86-45

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of Housing and Urban Development	New budget authority..... \$600,962,000 (P.L. 99-160)
Bureau: Housing Programs	Other budgetary resources 558,905,000
Appropriation title and symbol: Housing for the elderly and handicapped 86X4115	Total budgetary resources 1,159,867,000
OMB Identification code: 86-4115-0-3-371	Amount to be deferred:
Grant program: ☐ Yes ☒ No	Part of year \$ 599,801,000
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Entire year _____
	Legal authority (in addition to sec. 1013):
	☐ Antideficiency Act
	☐ Other _____
	Type of budget authority:
	☐ Appropriation
	☐ Contract authority
	☒ Other <u>Borrowing Authority</u>

Justification: This fund provides direct loans to nonprofit organizations building and managing housing projects for lower income persons who are elderly or handicapped. Funds were temporarily deferred to preserve the options available to the Administration and the Congress to respond to the enactment of the Balanced Budget and Emergency Deficit Control Act of 1985. The President's Budget includes a supplemental request to lower the direct loan limitation to \$54.6 million in 1986.

Estimated Program Effect: None

Outlay Effect: None

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Deferral No: D86-46

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of Housing and Urban Development	New budget authority..... \$ _____ (P.L.)
Bureau: Housing Programs	Other budgetary resources <u>6,824,887</u>
Appropriation title and symbol:	Total budgetary resources <u>6,824,887</u>
Non-profit sponsor assistance	Amount to be deferred:
<u>86X4042</u>	Part of year <u>\$ 1,000,000</u>
	Entire year _____
OMB Identification code:	Legal authority (in addition to sec. 1013):
<u>86-4042-0-3-604</u>	☐ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date) _____	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: This program funds interest-free loans to nonprofit organizations to cover initial start-up costs for housing projects financed under the section 202 housing for the elderly and handicapped program. Funds deferred to preserve the options available to the Administration and the Congress to respond to the enactment of the Balanced Budget and Emergency Deficit Control Act of 1985. The President's Budget includes a proposed supplemental to lower the non-profit sponsor assistance direct loan limitation to \$500 thousand -- funding sufficient to cover expected needs for section 202 projects reserved prior to 1986. No new section 202 loans are proposed for 1986 or 1987.

Estimated Program Effect: None

Outlay Effect: None

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Department of Housing and Urban Development	New budget authority..... \$75,000,000 (P.L. 99-160)
Bureau: Community Planning and Development	Other budgetary resources 4,471,360
Appropriation title and symbol:	Total budgetary resources 79,471,360
Rental rehabilitation grants program	Amount to be deferred:
865/60164	Part of year \$77,000,000
866/60164	Entire year _____
865/60164	
CMS Identification code: 86-0164-0-1-999	Legal authority (in addition to sec. 1013):
Grant program:	☐ Antideficiency Act
☒ Yes ☐ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☒ Multiple-year <u>Sept. 30, 1986</u> (expiration date)	☐ Contract authority
☐ No-Year	☐ Other _____

Justifications: The Rental Rehabilitation Grants Program appropriation is devoted to increasing the supply of standard rental housing available to lower-income families in areas experiencing a shortage of decent rental housing units. Rehabilitation subsidies are provided through a one-time front-end mechanism such as a grant, a deferred payment loan, or a below market-rate interest loan. Funds were temporarily deferred to preserve the discretion of the Administration and Congress to decide on how to comply with the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: None

Outlay Effect: None

1/ This account is the subject of a rescission proposal (R86-52).

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Department of Housing and Urban Development	New budget authority..... \$3,124,800,000 (P.L. 99-160)
Bureau: Community Planning and Development	Other budgetary resources 106,651,365
Appropriation title and symbol: Community development grants 866/80162	Total budgetary resources 3,231,451,365
	Amount to be deferred:
	Part of year \$
	Entire year 500,000,000
OMB identification code: 86-0162-0-1-451	Legal authority (in addition to sec. 1013):
Grant program: ☒ Yes ☐ No	☐ Antideficiency Act
	☐ Other
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☒ Multiple-year Sept. 30, 1988 (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: This appropriation is devoted to making grants to units of general local government and States for the funding of local community development programs. The program's overall objective is to provide decent housing and a suitable living environment and expand economic opportunities, principally for persons of low- and moderate- income. Supplemental language has been proposed to reduce the limitation on loans guaranteed under the Community Development Grants loan guarantee program that are disbursed by the Federal Financing Bank to \$50,000,000. Funds are deferred to preserve the discretion of the Administration and Congress to comply with the Balanced Budget and Emergency Deficit Control Act of 1985. Most communities may be able to absorb this deferral through tighter budgeting and drawing down available balances.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

1986 Outlay Estimate		Outlay Changes					
Without Deferral	With Deferral	1986	1987	1988	1989	1990	1991
3,577,400	3,567,400	-10,000	-9,000	-7,500	23,000	3,500	---

Deferral No: D86-49

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of Housing and Urban Development	New budget authority..... <u>\$310,000,000</u> (P.L. <u>99-160</u>)
Bureau: Community Planning and Development	Other budgetary resources <u>163,998,675</u>
Appropriation title and symbol: Urban development action grants 1/ 866/80170	Total budgetary resources <u>493,998,675</u>
OMB identification code: 86-0170-0-1-451	Amount to be deferred: Part of year <u>\$251,000,000</u> Entire year _____
Grant program: ☒ Yes ☐ No	Legal authority (in addition to sec. 1013): ☐ Antideficiency Act ☐ Other _____
Type of account or fund: ☐ Annual ☒ Multiple-year <u>Sept. 30, 1988</u> (expiration date) ☐ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This appropriation provides grants to cities and urban counties which are experiencing severe distress to help stimulate economic development activity needed to aid in economic recovery. Funds were temporarily deferred to preserve the discretion of the Administration and Congress to comply with the Balanced Budget and Emergency Deficit Control Act of 1985.

Estimated Program Effect: None

Outlay Effect: None

1/ This account is the subject of a rescission proposal (R86-55).

Deferral No: D86-50

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY: Department of Housing and Urban Development	New budget authority..... \$ _____ (P.L. _____)
Bureau: Community Planning and Development	Other budgetary resources <u>166,234,949</u>
Appropriation title and symbol: Rehabilitation loan fund SEX4036	Total budgetary resources <u>166,234,949</u>
	Amount to be deferred:
	Part of year \$ _____
	Entire year <u>135,534,949</u>
OMB identification code: 86-4036-0-3-451	Legal authority (in addition to sec. 1013):
Grant program: ☐ Yes ☒ No	☐ Antideficiency Act
	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: The Rehabilitation Loan Fund makes rehabilitation loans for single family and multifamily residential properties and non-residential properties (section 312 loans). Loans may only be made if the rehabilitation is: (1) necessary for the execution of an approved community development program; or (2) is in support of an approved Urban Homesteading program. In making Section 312 loans, priority generally is given to applications submitted by low- and moderate- income persons who own property and will occupy it upon completion of rehabilitation. The purposes of this program can and should be met by a combination of other federal programs, state and local government support, and private enterprise.

This deferral preserves the discretion for the Administration and Congress to reconsider the expenditure of 1986 funds on this program in light of the current deficit and the Balanced Budget and Emergency Deficit Control Act of 1985. The President's Budget includes supplemental appropriation language that would transfer the unobligated and obligated balances in this account to the Revolving fund (liquidating programs). This language would also limit the direct loan activity in this account to \$11 million in 1986.

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Estimated Program Effect: Section 312 loans will be temporarily delayed.

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Changes</u>					
<u>Without</u>	<u>With</u>						
<u>Deferral</u>	<u>Deferral</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
77,000	-5,000	-82,000	29,000	53,000	---	---	---

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-17 transmitted to Congress on October 1, 1985.

This increases by \$10,730,000 the previous deferral of \$20,000,000 for the Department of Justice-Federal Prison System, Building and facilities, resulting in a total deferral of \$30,730,000. The increase in the amount deferred is attributable to delays in several projects.

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Deferral No: D86-17A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	New budget authority..... \$*46,063,000 (P.L. 93-180)
Department of Justice	Other budgetary resources *122,301,259
Bureau:	
*Federal Prison System	Total budgetary resources *168,364,259
Appropriation title and symbol:	
Buildings and facilities 1/	Amount to be deferred:
15K1003	Part of year \$ _____
	Entire year *30,770,000
OMB Identification code:	Legal authority (in addition to sec. 1013):
15-1003-0-1-753	☒ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: *This appropriation finances planning, acquisition of sites, and construction of new penal and correctional facilities as well as construction, remodeling, and equipping necessary buildings and facilities at existing penal and correctional institutions. Projects are undertaken to reduce overcrowding, close old and antiquated penitentiaries and provide a safe and humane environment for staff and inmates. The deferral contains \$24,330,000 for the Northeast facility, \$53,000 for the new housing unit at Montgomery, \$1,674,000 for buildings 8 and 9 at Springfield, \$25,000 for Cellhouse A at El Reno, \$51,000 to renovate inmate housing at Texarkana, \$4,414,000 for the Englewood Detention Unit and \$183,000 for the Tucson Core Building. Due to the time required for these projects, it will be impossible to complete them during 1986. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-18).

* Revised from previous report.

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-18 transmitted to Congress on October 1, 1985.

This increases by \$3,395,535 the previous deferral of \$100,000,000 for the Department of Justice's Crime victims fund account, resulting in a total deferral of \$103,395,535. The increase in the amount deferred is attributable to a proposal to establish a 1986 obligation limitation of \$64,917,420.

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Deferral No: D86-18A

DEFERRAL OF BUDGET AUTHORITY

Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:	
Department of Justice	New budget authority..... \$100,000,000 (P.L. 98-473)
Bureau:	Other budgetary resources *68,312,955
Office of Justice Programs	Total budgetary resources *168,312,955
Appropriation title and symbol:	
Crime victims fund	Amount to be deferred:
15X5041	Part of year _____
	Entire year *103,395,536
OMB Identification code:	Legal authority (in addition to sec. 1013):
15-5041-0-2-754	☒ Antideficiency Act
Grant program:	☐ Other _____
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: *This appropriation is a special fund which is credited with Federal criminal fines, forfeited appearance bonds, and penalties not to exceed \$100,000,000 each fiscal year. It is used to provide grants to states for crime victim compensation and assistance programs. Since FY 1985 funds will be obligated in early 1986, \$100,000,000, which is estimated to be collected during 1986, is deferred until 1987. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512). In addition, an obligation limitation of \$64,917,420 is proposed for 1986, with the balance of the collections (\$3,395,536) deferred until 1987. It will only affect the amount that is spent by Federal agencies for victims activities; no grant funds targeted for the States would be affected.

Estimated Program Effect: None**Outlay Effect:** None

* Revised from previous report.

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Deferral No: DBA-51

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:	
U.S. Department of Labor	New budget authority..... \$ 22,700,000
Bureau:	(P.L. 98-619)
Employment and Training Admin.	Other budgetary resources 769,500,000
Appropriation title and symbol:	Total budgetary resources 792,200,000
State Unemployment Insurance and Employment Service Operations 1/ 166/70179	Amount to be deferred:
	Part of year \$
	Entire year 37,000,000
OMB Identification code:	Legal authority (in addition to sec. 1013):
16-0179-0-1-999	☐ Antideficiency Act
Grant program:	☐ Other
☒ Yes ☐ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☒ Multiple-year June 30, 1987 (expiration date)	☐ Contract authority
☐ No-Year	☐ Other

Justification: The State Unemployment Insurance and Employment Service Operations appropriation provides for State grants for payment of salaries and expenses of State Unemployment Insurance and Employment Services staff and for related operations. The Wagner-Peyser Act, as amended, gives States great flexibility in the use of these grants to provide employment services, particularly in comparison to the relative inflexibility that characterized the grants prior to 1985. The amount deferred was provided from the Unemployment Trust Fund for the Employment Service for the 1986 program year beginning July 1, 1986. The reduction, part of overall efforts to constrain expenditures in order to meet deficit reduction goals, would reduce these grants three percent below the level of such grants for the program year that began July 1, 1985. The amount is deferred pending Congressional action on the Administration proposal to delete this funding.

Estimated Program Effect: None

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Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Changes</u>					
<u>Without</u>	<u>With</u>						
<u>Deferral</u>	<u>Deferral</u>	<u>1984</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
2/	2/	-7,400	-29,600	---	---	---	---

1/ This account was the subject of a similar deferral in 1985 (DBA-62).

2/ Outlays are included within the totals for the Unemployment trust fund.

Note - \$33,089 thousand of the amount previously deferred is sequestered pursuant to P.L. 99-177. The current deferral is \$3,911 thousand.

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Deferral No: D86-52

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Department of Transportation	New budget authority..... \$ _____ (P.L. _____)
Bureau: Federal Railroad Administration	Other budgetary resources 7,213,697
Appropriation title and symbol: Conrail labor protection 69X0710	Total budgetary resources 7,213,697
	Amount to be deferred:
	Part of year \$ _____
	Entire year \$ 4,565,000
OMB identification code: 69-0707-0-1-603	Legal authority (in addition to sec. 1013):
Grant program: ☐ Yes ☒ No	☒ Antideficiency Act
	☐ Other _____
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date) _____	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: Unobligated balances that were carried over from 1985 totalled \$35,713,697. As specified in P. L. 99-190, \$28,500,000 of these funds are being transferred to Amtrak, leaving a balance of \$7,213,697. The House and Senate Appropriations Committee have directed the Department of Transportation to initiate discussions with Conrail regarding the Railroad assuming full financial responsibility for labor protection costs. It is anticipated that approximately \$2.6 million will be obligated in 1986 and no further funds will be required after that. The 1987 Budget proposes transfer of \$4,565,000, the remaining unobligated funds, to the Office of the Administrator to offset a reduction in budget authority for that year in support of deficit reduction efforts. Funds are deferred to permit Congressional consideration of this proposal.

Estimated Program Effect: None

Outlay Effect: None

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Supplementary Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-29 transmitted to Congress on November 25, 1985.

This increases by \$681,723,252 the previous deferral of \$686,438,312 in the Department of Transportation's Facilities and equipment, FAA trust fund account, resulting in a total deferral of \$1,368,161,564. The increase results from projects and equipment funded in the Department of Transportation Appropriation Act, 1986, that cannot be constructed or contracted for this year.

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Deferral No: D86-29A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

AGENCY:		New budget authority..... *\$ 993,000,000 (P.L. 99-190)	
Department of Transportation		Other budgetary resources *1,266,161,564	
Bureau:		Total budgetary resources *\$2,259,161,564	
Federal Aviation Administration		Amount to be deferred:	
Appropriation title and symbol:		Part of year \$	
Facilities and equipment (Airport and airway trust fund) 1/		Entire year \$1,368,161,564	
69X8107 893/78107 695/98107		Legal authority (in addition to sec. 1013):	
692/68107 694/88107 *696/08107		☒ Antideficiency Act	
OMB identification code:		☐ Other	
69-8107-0-7-402		Type of budget authority:	
Grant program:		☒ Appropriation	
☐ Yes ☒ No		☐ Contract authority	
Type of account or funds:		☐ Other	
☐ Annual 692/68107 9/30/86			
☐ Annual 693/78107 9/30/87			
☐ Annual 694/88107 9/30/88			
☒ Multiple-year 695/98107 3/30/89			
(expiration date)			
☒ No-Year *696/08107 9/30/90			

Justification: Funds from this account are used to continue to procure specific Congressionally-approved facilities and equipment for the expansion and modernization of the National Airspace System. The projects financed from this account include construction of buildings and the purchase of the new equipment for new or improved air traffic control towers, automation of the en route airway control system, and expansion and improvement in the navigational and landing aid systems. These activities were justified and provided for in the Department's regular budget submissions and were appropriated by Congress for the year in which requested. Due to the lengthy procurement and construction time for interrelated facilities and complex equipment systems, it is not possible to obligate all the funds necessary to complete each project in the year funds were appropriated. Therefore, it is necessary to apportion funds so that sufficient resources will be available in future periods to complete these projects. This action is consistent with FAA's full funding approach and Congressional intent to provide multi-year funding for the total costs of projects. This action is taken under provisions of the Antideficiency Act (31 U.S.C. 1512), which authorizes the establishment of reserves for contingencies.

Estimated Program Effect: None

Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-11B).

* Revised from previous report.

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Deferral No: D86-53

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

ACTION:	New budget authority.... \$ <u>69,700,000</u> (P.L. 99-180)
Department of Transportation	Other budgetary resources <u>32,847,935</u>
Bureau:	Total budgetary resources <u>102,547,935</u>
Maritime Administration	
Appropriation title and symbol:	
Operations and training 1/	Amount to be deferred:
69X1750	Part of year \$ _____
	Entire year <u>\$,350,000</u>
OMB identification code:	Legal authority (in addition to sec. 1013):
69-1750-0-1-403	☐ Antideficiency Act
Grant program:	☐ Other _____
☐ Yes ☒ No	
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other _____

Justification: The Operations and training appropriation funds all the administrative expenses and most program expenses of the Maritime Administration. Included are three programs of Federal financial support to state maritime schools: (1) direct payments to the schools, (2) student incentive payments, and (3) maintenance and repair of training ships. Operations and training has \$9,350,000 of unobligated balances that are no longer needed for the originally intended purposes of replacing the training vessel for the State University of New York Maritime College (\$8,500,000) and fuel for operating training vessels at five State maritime schools (\$850,000). The \$8,500,000 was proposed for deferral and reprogramming in the 1986 budget on the basis that the existing training vessel for the New York State maritime school is adequate. Congress denied the deferral. The 1987 budget proposes to discontinue all financial support for State maritime schools, except for honoring student incentive payments already awarded to enrolled students. Accordingly, the \$8,500,000 for the replacement training vessel for the New York maritime school is deferred. The \$850,000 is left-over from

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\$3,000,000 of fuel funds added by Congress in 1984. In that year, the State maritime schools consumed only \$2,150,000 of fuel and the residual \$850,000 has not been obligated since. The deferral will be used to offset 1987 appropriation requirements. The necessary supplemental language permitting the use of the \$8,500,000 is pending.

Estimated Program Effect: None

Outlay Effect (in thousands of dollars):

<u>1986 Outlay Estimate</u>		<u>Outlay Change</u>					
<u>Without</u>	<u>With</u>						
<u>Deferral</u>	<u>Deferral</u>	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>	<u>1991</u>
89,140	80,640	-8,500	8,500	---	---	---	---

1/ This account was the subject of a similar deferral (D85-54) and a rescission proposal (R85-193) in 1985.

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Supplemental Report

Report Pursuant to Section 1014(c) of Public Law 93-344

This report updates Deferral No. D86-30 transmitted to Congress on November 25, 1985.

This increases by \$97,483,234 the previous deferral of \$7,742,617 in the Department of the Treasury's Local government fiscal assistance trust fund account, resulting in a total deferral of \$105,225,851. The funds are payments withheld for local governments due to reorganization or for noncompliance with General Revenue Sharing requirements.

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Deferral No: D86-30A

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	New budget authority..... \$3,475,025,000
Department of the Treasury	(P.L. 93-103)
Bureau:	Other budgetary resources 44,000,000
*Office of Revenue Sharing	
Appropriation title and symbol:	Total budgetary resources 3,479,025,000
Local Government Fiscal Assistance Trust Fund 1/	Amount to be deferred: 2/
20X8111	Part of year \$ 105,225,841
	Entire year
GDS identification code:	Legal authority (in addition to sec. 1013):
20-8111-0-7-851	☒ Antideficiency Act
Grant program:	☒ Other P.L. 98-371
☒ Yes ☐ No	P.L. 96-404, P.L. 92-512, P.L. 98-185
Type of account or fund:	Type of budget authority:
☐ Annual	☒ Appropriation
☐ Multiple-year (expiration date)	☐ Contract authority
☒ No-Year	☐ Other

Justification: The Local Government Fiscal Assistance Trust Fund is the vehicle for disbursement of General Revenue Sharing funds. This deferral represents payments withheld from various governments involved in annexations or disincorporations and for reasons of non-compliance with the requirements of the Local Government Fiscal Assistance Amendments of 1983.

Estimated Program Effect: None

Outlay Effect: None

1/ This account is subject to another deferral (D86-31) and was the subject of a similar deferral in 1985 (D86-12).

2/ Deferral of outlays only.

* Revised from previous report.

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:	New budget authority..... \$400,000 (P.L. 99-180)
Commission on the Ukraine Famine Bureau:	Other budgetary resources _____
Appropriation title and symbol:	Total budgetary resources 400,000
Salaries and expenses 48X0050	Amount to be deferred: Part of year \$ _____ Entire year 233,000
OMB identification code: 48-0050-0-1-153	Legal authority (in addition to sec. 1013): ☒ Antideficiency Act ☐ Other _____
Grant program: ☐ Yes ☒ No	
Type of account or fund: ☐ Annual ☐ Multiple-year (expiration date) ☒ No-Year	Type of budget authority: ☒ Appropriation ☐ Contract authority ☐ Other _____

Justification: This appropriation funds the expenses of the Commission on the Ukraine Famine established pursuant to Public Law 99-180. The Commission will not hold its first organizational meeting until February 1986, and the work of the Commission is expected to extend into 1987. These funds are being deferred to ensure that sufficient resources will be available in the next fiscal year to carry out the commission's responsibilities.

Estimated Program Effect: None

Outlay Effect: None

Deferral No: D96-55

DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency: Railroad Retirement Board	New budget authority..... <u>\$392,000,000</u> (P.L. <u>99-176</u>)
Bureau:	Other budgetary resources <u>201,280</u>
Appropriation title and symbol:	Total budgetary resources <u>392,201,280</u>
Dual benefits payments account 6060111	Amount to be deferred:
	Part of year <u>\$ 2,201,280</u>
	Entire year _____
OMB Identification code:	Legal authority (in addition to sec. 1013):
60-0111-0-1-601	☒ Antideficiency Act
Grant program: ☐ Yes ☒ No	☐ Other _____
Type of account or fund:	Type of budget authority:
☒ Annual	☒ Appropriation
☐ Multiple-year (expiration date) _____	☐ Contract authority
☐ No-Year	☐ Other _____

Justification: This is a Federal subsidy for costs not financed by the railroad sector. Not all funds appropriated are needed to fully fund benefits payable to eligible beneficiaries for the year. The transfer of reimbursement for uncashed checks (\$201,280) under the Railroad Retirement Solvency Act (P.L. 99-76) is being deferred as it is not needed to fully fund benefits in the fiscal year. Also, \$2 million of the 1986 appropriation is being deferred as it is not needed to fully fund benefits. The amount deferred is being reserved for contingencies under the provisions of the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

Outlay Effect: None

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DEFERRAL OF BUDGET AUTHORITY
Report Pursuant to Section 1013 of P.L. 93-344

Agency:		New budget authority..... \$114,000,000
U.S. Information Agency		(P.L. 93-180)
Bureau:		Other budgetary resources 80,545,332
Appropriation title and symbol:		Total budgetary resources 194,545,332
Acquisition and construction of radio facilities 1/		Amount to be deferred:
67X0204		Part of year \$ _____
		Entire year 66,545,364
OMB Identification code:		Legal authority (in addition to sec. 1013):
67-0204-0-1-154		☒ Antideficiency Act
Grant program:	☐ Yes ☒ No	☐ Other _____
Type of account or fund:		Type of budget authority:
☐ Annual		☒ Appropriation
☐ Multiple-year (expiration date)		☐ Contract authority
☒ No-Year		☐ Other _____

Justifications: The United States Information Agency (USIA) is authorized by the United States Information and Educational Exchange Act of 1948, as amended (22 U.S.C. 1431, et. seq.), the Mutual Educational and Cultural Exchange Act of 1961 (22 U.S.C. 2451, et. seq.), Executive Order 11034 of June 25, 1962, as amended, and Reorganization Plan No. 2 of 1977 to carry out international communication, cultural, and education exchange programs. The Appropriations Act for the Departments of Commerce, Justice, and State, the Judiciary, and Related Agencies for the fiscal year ending September 30, 1986 appropriated \$114,000,000 to remain available until expended for the "Acquisition and construction of radio facilities" account, primarily to enhance the Voice of America's world-wide broadcasting system. It is estimated that \$66,545,364 will not be obligated during 1986. Several major procurement actions, particularly those for high-powered transmitters and generators for a number of new stations, will get underway in 1986, but award of the contracts will not occur until 1987. Funds for these purposes had to be appropriated in FY 1986 so that these major procurements could be launched. Accordingly, these funds are reserved for use in succeeding years. This action is taken pursuant to the Antideficiency Act (31 U.S.C. 1512).

Estimated Program Effect: None

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Outlay Effect: None

1/ This account was the subject of a similar deferral in 1985 (D85-75).

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